Annual Comprehensive Financial Report
City of Lewisville, Texas

For Fiscal Year Ended
September 30, 2025

LEWISVILLE
1925 ★ TEXAS ★ 2025

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

CITY OF LEWISVILLE, TEXAS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

for the fiscal year ended

September 30, 2025

Prepared by the Finance Department

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

TABLE OF CONTENTS

	Exhibit/ Table	Page
INTRODUCTORY SECTION		
Letter of Transmittal		1
GFOA Certificate of Achievement		15
Organizational Chart		16
List of Principal Officials		17
Area Map		18
FINANCIAL SECTION		
Independent Auditor's Report		21
Management's Discussion and Analysis		25
Basic Financial Statements:		
Government-wide Financial Statements:		
Statement of Net Position	1	41
Statement of Activities	2	42
Fund Financial Statements:		
Balance Sheet – Governmental Funds	3	44
Reconciliation of the Governmental Funds Balance Sheet to the Government-wide Statement of Net Position	4	45
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	5	46
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Government-wide Statement of Activities	6	47
Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – General Fund	7	48
Statement of Net Position – Proprietary Funds	8	49
Reconciliation of Enterprise Funds Statement of Net Position to the Government-wide Statement of Net Position	9	50
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	10	51
Reconciliation of Enterprise Funds Statement of Revenues, Expenses, and Changes in Fund Net Position to the Government-wide Statement of Activities	11	52
Statement of Cash Flows – Proprietary Funds	12	53
Statement of Fiduciary Net Position – Fiduciary Funds	13	54
Statement of Changes in Fiduciary Net Position – Fiduciary Funds	14	55
Statement of Net Position – Discretely Presented Component Units	15	56
Statement of Activities – Discretely Presented Component Units	16	57
Notes to Financial Statements		59

TABLE OF CONTENTS

	Exhibit/ Table	Page
Required Supplementary Information:		
Schedule of Changes in Net Pension Liability and Related Ratios - Texas Municipal Retirement System	A-1	108
Schedule of Contributions – Texas Municipal Retirement System	A-2	110
Notes to Pension Schedules – Texas Municipal Retirement System	A-3	111
Schedule of Changes in Net OPEB Liability and Related Ratios	A-4	112
Schedule of Contributions and Investment Returns	A-5	113
Notes to OPEB Schedules	A-6	114
Combining and Individual Fund Statements and Schedules:		
Major Governmental Funds:		
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Debt Service Fund	B-1	117
Non-Major Governmental Funds:		
Combining Balance Sheet – Non-Major Governmental Funds	C-1	120
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Non-Major Governmental Funds	C-2	124
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Hotel/Motel Tax Special Revenue Fund	C-3	128
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Recreation Activity Special Revenue Fund	C-4	129
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – PEG Programming Special Revenue Fund	C-5	130
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Municipal Court Technology Special Revenue Fund	C-6	131
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Municipal Court Security Special Revenue Fund	C-7	132
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Truancy Prevention and Diversion Special Revenue Fund	C-8	133
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Law Enforcement Officer Standards and Education Special Revenue Fund	C-9	134
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Waters Ridge Public Improvement District Special Revenue Fund	C-10	135

TABLE OF CONTENTS

	Exhibit/ Table	Page
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Asset Forfeiture—State Special Revenue Fund	C-11	136
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Asset Forfeiture—Dept of Justice Special Revenue Fund	C-12	137
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Josey Lane PID Administrative Special Revenue Fund	C-13	138
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Community Activities and Training Special Revenue Fund	C-14	139
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget (GAAP Basis) and Actual – Grant Special Revenue Fund	C-15	140
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Lewisville Crime Control and Prevention District Special Revenue Fund	C-16	141
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Lewisville Fire Control, Prevention and Emergency Medical Services District Special Revenue Fund	C-17	142
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Lewisville Tax Increment Reinvestment Zone #1 Special Revenue Fund	C-18	143
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Lewisville Tax Increment Reinvestment Zone #2 Special Revenue Fund	C-19	144
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Lewisville Tax Increment Reinvestment Zone #3 Special Revenue Fund	C-20	145
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual – Lewisville Tax Increment Reinvestment Zone #4 Special Revenue Fund	C-21	146

TABLE OF CONTENTS

	Exhibit/ Table	Page
Internal Service Funds:		
Combining Statement of Net Position – Internal Service Funds	D-1	148
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position – Internal Service Funds	D-2	149
Combining Statements of Cash Flows – Internal Service Funds	D-3	150
Discretely Presented Component Units:		
Balance Sheet – Lewisville Parks and Library Development Corporation	E-1	154
Reconciliation of Fund Balance to Net Position – Lewisville Parks and Library Development Corporation	E-2	155
Statement of Revenues, Expenditures and Changes in Fund Balance – Lewisville Parks and Library Development Corporation	E-3	156
Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balance to the Statement of Activities – Lewisville Parks and Library Development Corporation	E-4	157
STATISTICAL SECTION (UNAUDITED)		
Contents of the Statistical Section		
Net Position by Component	Table 1	162
Changes in Net Position	Table 2	164
Fund Balances, Governmental Funds	Table 3	168
Changes in Fund Balances, Governmental Funds	Table 4	170
Assessed Value and Estimated Actual Value of Taxable Property	Table 5	172
Direct and Overlapping Property Tax Rates	Table 6	173
Principal Property Taxpayers	Table 7	174
Property Tax Levies and Collections	Table 8	175
Gross Sales by Category	Table 9	176
Direct and Overlapping Sales Tax Rates	Table 10	178
Principal Sales Tax Payers	Table 11	180
Combined Schedule of Bonds	Table 12	182
Ratio of Outstanding Debt by Type	Table 13	184
Ratio of Net General Bonded Debt Outstanding	Table 14	185
Direct and Overlapping Governmental Activities Debt	Table 15	186
Pledged-Revenue Coverage	Table 16	187
Demographic and Economic Statistics	Table 17	188
Principal Employers	Table 18	189
Full-Time Equivalent City Government Employees by Function/Program	Table 19	190
Operating Indicators by Function/Program	Table 20	192
Capital Asset Statistics by Function/Program	Table 21	194

INTRODUCTORY SECTION

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

LEWISVILLE
Deep Roots. Broad Wings. Bright Future.

March 24, 2026

To the Honorable Mayor,
Members of the City Council,
and Citizens of the City of Lewisville, Texas:

The Annual Comprehensive Financial Report (ACFR) of the City of Lewisville, Texas, for the year ended September 30, 2025, is submitted herewith. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the City, on a Government-wide and Fund basis. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. We believe the data, as presented, is accurate in all material aspects, that it is presented in a manner to fairly represent the financial position and results of operations of the City and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included. The ACFR for the year ended September 30, 2025, is prepared in accordance with generally accepted accounting principles (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with one another.

City of Lewisville • Finance Department
151 W. Church Street • Lewisville, TX 75057
972.219.3420 • [F] 972.219.3414
www.cityoflewisville.com

GENERAL INFORMATION – CITY OF LEWISVILLE

The City of Lewisville is geographically located north of the hub of the ten-county metropolitan area containing Dallas and Fort Worth, Texas. The City is characterized as a predominantly suburban residential community situated in the growth corridor linking the Dallas/Fort Worth International Airport (Tarrant County) through Lewisville (Denton County) to cities in east Collin County. Lewisville shares the metroplex economy based primarily on commerce, tourism, manufacturing, and finance.

The City of Lewisville was incorporated in 1925. The current charter was adopted in 1963 and most recently amended in May 2025. Lewisville is a home-rule city and operates under the Council-Manager form of government. The City Council is comprised of the Mayor and six members and is responsible for enacting ordinances, resolutions, and regulations governing the City. In addition, the City Council appoints the members of various boards and commissions, the City Manager, City Attorney, City Judge, and City Secretary. As chief administrative officer, the City Manager is responsible for implementing Council policies, overseeing municipal operations, and appointing and supervising the various department directors.

The City provides the full range of municipal services as authorized by statute or charter. This includes public safety (police, fire, and emergency management), streets, water and sewer utilities, sanitation, health and social services, parks and recreation, public improvements, community development with planning, zoning and economic development, tourism, and general administrative services.

The City of Lewisville has organizations called component units. Component units are legally separate organizations for which the elected officials of the City of Lewisville are financially accountable. As of September 30, 2025, component units for the City of Lewisville are:

- Lewisville Housing Finance Corporation
- Lewisville Industrial Development Authority, Inc.
- Lewisville Public Facility Corporation
- Lewisville Parks and Library Development Corporation
- Tax Increment Reinvestment Zone Number 1, City of Lewisville, Texas (Old Town)
- Tax Increment Reinvestment Zone Number 2, City of Lewisville, Texas (Hebron Station)
- Tax Increment Reinvestment Zone Number 3, City of Lewisville, Texas (Castle Hills-1G/1H)
- Tax Increment Reinvestment Zone Number 4, City of Lewisville, Texas (Northern Gateway)
- Lewisville Local Government Corporation
- Lewisville Crime Control and Prevention District
- Lewisville Fire Control, Prevention, and Emergency Medical Services District
- City of Lewisville Health Benefit Trust

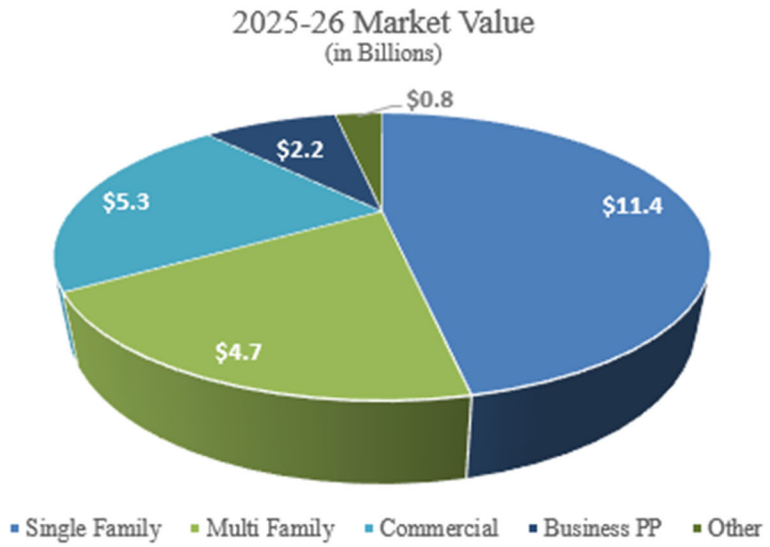
ECONOMIC CONDITIONS AND OUTLOOK

Lewisville was ranked #9 in the Top 100 U.S. cities for economic and population growth according to Smart Asset. Since Lewisville is still largely developed with limited vacant land available, the City continues to add several infill development and redevelopment projects that have aided in the rejuvenation from the northern to the southern gateway of the City. Lewisville continues to experience a positive annual population with new residential and commercial growth. The current total population for Lewisville is 137,315.

The Economic Development Department continues to regularly monitor performance indicators for all sub-markets across Lewisville by utilizing CoStar, a commercial real estate information group. CoStar shows that with 19 million SF of space, Lewisville continues to be the largest retail submarket in the metroplex, capturing 4% of the retail inventory in Dallas-Fort Worth. The City has more shopping and dining space per capita than any other city its size or larger in the DFW region. Lewisville as an industrial node remains strong with vacancy rates relatively stable at 6.5%, which is below the market average. The fundamentals in the Lewisville submarket continue to play a positive role in industrial development. Overall net absorption is strong for this submarket. In the office sector, we still see the advantages of our location and proximity to DFW Airport and arterial highways that provide access.

The Marketbeat report from Cushman and Wakefield stated that Dallas-Fort Worth (DFW) maintained its employment and population growth trajectory throughout 2024. Employment continued growing in the DFW region at 1.4% year-over-year with population growth continuing at a robust pace of 194,257 new residents over the last 12 months.

Diversified Tax Base - The City of Lewisville has made an effort to maintain a diverse composition in its tax base as illustrated on the chart below. This diversity provides stability among economic cycles as well as spreads the tax burden between commercial and residential.



MAJOR INITIATIVES

Lewisville 2025 Vision Plan - Lewisville City Council unanimously adopted the Lewisville 2025 plan on July 14, 2014. The plan was developed during more than a year of public input and discussion that garnered hundreds of ideas and suggestions. That input was studied extensively by the Lewisville 2025 Committee, working with City staff and professional consultants. The resulting Lewisville 2025 plan set a clear shared vision for the kind of community Lewisville wanted to be when it turned one hundred years old in 2025. The plan outlines dozens of action steps to turn that vision into reality, many of which have already been accomplished since the plan's adoption.

In 2019, after five years of implementation, City leaders decided that it was time to review and refine the vision plan. The original Lewisville 2025 vision plan was structured around nine Big Moves. Those Big Moves presented the major initiatives that could have the biggest impact on Lewisville's future. The original Big Moves have been modified and combined based on progress since 2014. After further input from residents, there are now seven Big Moves and three Strategic Moves. Together, the Big and Strategic Moves provide direction for the City's internal operations, community programs and decisions about development and redevelopment efforts.

Big Moves

Green Centerpiece - The vision for the Green Centerpiece was to promote and protect the area as a public amenity while providing a distinguishable natural feature that set Lewisville apart in the region. The City worked to uphold this Green Centerpiece to position Lewisville as a unique community within the DFW Metroplex, enhancing residents' quality of life and establishing Lewisville as a regional destination for recreation. The area's opportunities focused on recreation but extended well beyond open space, encompassing sustainability, community identity, preservation, research, restoration, health, education, volunteerism, and a stronger connection with the natural environment.

Extending the Green - Extending the Green was envisioned as expanding the Green Centerpiece both physically and visually to connect it with other parts of the city. By linking the Green Centerpiece to Lewisville's neighborhoods and businesses, residents and workers across the community were able to enjoy the benefits of this distinctive center. As a key Big Move focus, City investments emphasized aesthetic and health benefits throughout Lewisville through enhancements to public spaces and the parks and recreation system. Special emphasis was placed on creating parks and connections to the trail system in areas of Lewisville where residents previously lacked access to public open space within a 10-minute walk of their homes.

Old Town - Downtown Lewisville, the city's historic center, served as a core element of Lewisville's identity while also shaping its future. Old Town offered the choice of urban living in Lewisville and included lively restaurants, entertainment venues, and a walkable environment. Transformative redevelopment occurred throughout this period, and maintaining that momentum remained a priority for the City. Lewisville strengthened its competitive position with destination dining, new walkable neighborhoods, and unique retail offerings. Old Town maintained its historic charm and character while enhancing its image as a refreshed and exciting destination.

Diverse and Thriving Neighborhoods - This Big Move established shared objectives for all neighborhoods: that they should thrive and remain sustainable and desirable places to live over time. Lewisville's neighborhoods collectively offered a diverse range of housing choices designed to meet residents' needs throughout their lives. The City worked to ensure that all neighborhoods, whether newly developed or established for decades, remained successful, vibrant, and supportive of long-term community stability.

Economic Vitality - Lewisville recognized that the success of its business community began with the success of its residents, and that both were essential to long-term economic vitality. The city maintained the distinction of having one of the highest shares of residents participating in the workforce in Texas. Efforts focused on ensuring residents had the knowledge, skills, and abilities that local employers needed while also supporting competitive wages and opportunities for entrepreneurship and personal career growth.

Identity, Place, and Communications - Lewisville continued to build on a rich history while celebrating the evolving stories created by its diverse residents and businesses. These stories contributed to a vibrant community identity and strong sense of place. Communicating that identity required informed and engaged residents and stakeholders. Many of these stories were connected to specific places or events throughout Lewisville, and this Big Move focused on strengthening those places and expanding the City's outreach tools to share Lewisville's identity with the broader region, state, nation, and world.

Sustainability - For Lewisville, sustainability meant using limited resources, such as land, water, energy, clean air, natural assets, and public funds, efficiently to provide a high quality of life and strong business climate. The goal was to meet the needs of current residents and businesses without reducing the city's ability to provide the same opportunities for future generations. This Big Move emphasized a holistic approach to sustainability, supporting a community that remained resilient, desirable, and equitable over time.

Strategic Moves

Values-Driven Organization - The "Values-Driven Organization" Strategic Move advanced the City's commitment to operating as a values-based organization that reflected the community it served. These efforts included prioritizing diversity, equity, and representation. "The Lewisville Way," a set of adopted operating principles guiding City operations, became embedded in daily activities across all departments. It was incorporated into employee evaluations, annual departmental and citywide SWOT analyses, and new employee orientations, and was prominently displayed in City facilities and documents.

Data-Driven Organization - The City committed to establishing processes, policies, and resources that supported the use of data in decision-making across the organization. Data-informed decisions strengthened overall organizational performance and enabled prompt, informed responses to emerging issues and challenges. The City also emphasized collecting and maintaining data needed to identify and understand trends shaping Lewisville's future.

Connected City - The City worked to provide and facilitate access to people, services, and information, improving the quality of life for those who lived, worked, and visited Lewisville. Inclusiveness and equitable access remained central to becoming a connected city. This strategic move focused on strengthening transportation systems, including roads, sidewalks, and trails, enhancing technology infrastructure, encouraging global awareness, and expanding multimodal connections within and around the Lewisville area.

Upcoming Projects for FY2026

Implementation of the Lewisville 2025 vision plan is a multi-year process, with steps being taken each year toward the shared community vision of Lewisville. Below are steps expected to be started or completed during 2026.

Gene Carey Animal Shelter and Adoption Center Expansion - Conceptual design of the $9.9 million expansion of the Gene Carey Animal Shelter and Adoption Center was completed in January 2026. The City is now in the bid process for the company that will build the expansion.

The project focuses on expanding the surgical suite and increasing large dog kennel capacity. Depending on pricing, the City also will seek to expand laundry facilities and relocate the stray cat isolation and cat quarantine areas. The project also will include public art to enhance visitors' experience at the shelter.

Funding for this project came from the 2024 Bond Election. Construction is expected to begin in late 2026 and will be done in phases to ensure uninterrupted shelter operations, animal welfare, and public safety throughout the build.

TxDOT Construction on I-35E - Texas Department of Transportation (TxDOT) is making progress on the reconstruction of three interchanges along I-35E. At Main Street, crews are working on setting the deck for the eastbound lanes of the Main Street bridge.

Crews have shifted the main northbound lanes of I-35E to the west to work on the new permanent northbound lanes. TxDOT estimates that work will be finished by the Fall, then work can begin on the southbound main lanes of I-35E. Completion of the entire I-35E/Main Street interchange is tentatively set for Spring 2027. Construction on the Corporate Drive and SH-121 Business interchanges began in Summer 2025, with an estimated completion in late 2029. The City is funding aesthetic enhancements at all three interchanges.

Lewisville Grand Theater Courtyard Renovations - The Lewisville Grand Theater is a cultural beacon for Old Town Lewisville featuring performing and visual arts for all ages.

An update to the Public Art Master Plan in 2024 called for the introduction of a rotating sculpture program to be featured in the courtyard. Construction on that space started in late 2025 with the goal of transforming a bare and uninviting space into a calm, welcoming space to enjoy art. The finished space will include better lighting, bench seating, new hardscape, native plants and trees, a turf space in the center, and the addition of six grated pads for sculptures. Construction is anticipated to be completed in Spring 2026.

Development of City Volunteer Management Program - Volunteers are the heart of successful programs and vital to the success of City events. So, the City is developing its first city-wide Volunteer Management Program. In January 2026, the City hired Allison Stamey as its first part-time Volunteer Coordinator. A Lewisville resident with vast experience supporting and connecting local students and residents, Stamey is already bringing internal stakeholders together to implement a centralized volunteer management software that will help streamline and mobilize volunteers across the City.

The goal of the Volunteer Coordinator is to increase volunteerism and resident engagement in Lewisville. Additionally, Stamey will focus on active recruitment of new volunteers, enhancing the volunteer experience, and collaborating with community partners to better engage our residents in local volunteerism. Full program success will be realized over a multi-year period, but Stamey and the volunteer leads across city departments are already hard at work to enhance collaboration.

LLELA Nature Center - Lewisville Parks and Recreation Department (PARD) has selected a design team for the future Lewisville Nature Center.

This signature project will create a welcoming, purpose-built facility for environmental education, research partnerships, community events, and visitor orientation. The Nature Center will provide indoor and outdoor classrooms, interpretive exhibits, expanded parking, and essential infrastructure to support Lewisville Lake Environmental Learning Area's (LLELA) rapidly growing visitor base.

Work in 2026 will focus on final design, permitting, and preparing construction documents. This project will significantly broaden LLELA's educational reach and solidify its identity as a regional hub for conservation, recreation, and nature-based learning.

Crown Centre Development - Construction will continue in the growing Crown Centre project in East Lewisville, at the fork of SH-121 and SH-121 Business. City staff is currently reviewing a "Plan Development Amendment" submitted by the developer to revise the location of some uses within the project to enhance the mixed-use nature of the overall development. It's expected to move through the Planning & Zoning and City Council in Spring 2026. In January, The Walden apartment complex began leasing. The luxury complex features 1- and 2-bedroom apartments, a resort-style pool, co-working public spaces, and a state-of-the-art fitness center.

Upon completion, Crown Centre is expected to include 35 buildings connected by outdoor trails, surrounded by open space and lakes. Uses will include multifamily, office, retail, entertainment, and hotel. The open space amenities on the north side of Midway Road with a trail around the ponds are already open to the public.

Lewisville 2025 Vision Plan What's Next

The City of Lewisville is undertaking a comprehensive update to its Lewisville 2025 vision plan. The new plan will be called Lewisville 2035 and will guide the City through the next decade. The initiative outlines the future moving forward, focusing on key areas and big moves that will be influenced by residents and businesses that call Lewisville home. It will result in a shared vision for what Lewisville will be like in the year 2035. Throughout the planning process, the City will hold a variety of community meetings, surveys, and engagement opportunities to allow the community to help shape the vision for Lewisville.

The complete Lewisville 2025 Vision Plan Update can be viewed by visiting the Lewisville 2025 Vision Plan Update page. There you will find details about the process used to update the 2025 plan, the resulting Big Moves and Strategic Moves, a link to the latest Lewisville 2025 Annual Report, and the Objectives and Action Priorities established to achieve the plan's goals.

Information about the Lewisville 2035 Comprehensive Plan Update can also be found by clicking on this link. This page provides additional details on the long-term planning efforts guiding the City's growth and development.

Major Roadway Projects

Corporate Drive

Corporate Drive is an $80 million roadway project spanning multiple segments from Waters Ridge to Trinity Drive. It is the largest roadway project in the City's history and is funded through a combination of City funds, Denton County contributions, and Regional Toll Revenues (RTR). Segments 1, 6, and 7 (Waters Ridge to Railroad Street, FM 544 to Josey Lane, and Josey Lane to Trinity Drive) have been completed. Segments 2 through 5 (Railroad Street to FM 2281) are currently under construction. Segments 2 and 3 are expected to be completed in 2026, while Segments 4 and 5 (Huffines Boulevard to Old Denton Road) are anticipated to be completed by summer 2027.

Holford's Prairie Road
Holford's Prairie Road is a $9.3 million project extending from Business 121 south to the Corporate Drive extension. The roadway will serve as a key connection between Corporate Drive and Business 121, improving access to both industrial and residential areas. The project includes bridge and drainage improvements for Midway Branch Creek, sidewalks, and expanded roadway width. Significant right-of-way acquisition and property relocations are required. The City is coordinating with a third-party right-of-way agent, with acquisition efforts beginning in summer 2025. Funding is primarily provided through City and Denton County bond funds.

College Street
The $13.6 million College Street project is being constructed in two segments and includes pavement and utility reconstruction, sidewalks, traffic calming features, and drainage improvements. The West Segment (North Cowan Avenue to Mill Street), funded through GO bonds, reserves, and grants is nearing completion (spring/summer 2026). The East Segment (Mill Street to Railroad Street) includes "complete streets" features and additional parking to support multimodal transportation. Design is complete, and all right-of-way and easements have been acquired. Construction began in January 2026 and is expected to take approximately 14 months. This segment is funded by City bond funds and RTR.

South Kealy Avenue
The South Kealy Avenue project, estimated at $5 million, extends from Main Street to Purnell Street. The design is complete and includes roadway widening, bike lanes, and sidewalks on both sides. All necessary right-of-way and easements have been acquired. Final design adjustments are underway, and the project is expected to be ready for bid in summer 2026.

North Mill Street
North Mill Street, extending from Hedgerow Lane to Tennie Drive, involved replacing asphalt pavement with concrete and adding bike lanes on both sides, along with sewer and water line replacements. This $6.7 million project was completed in December 2025.

Valley Parkway & Civic Circle
This $9.6 million street rehabilitation project was completed in coordination with the City's new public safety complex. The project includes improvements to Valley Parkway (College Street to Main Street) and Civic Circle (Main Street to Valley Parkway). Construction began in January 2024 and is expected to be completed in spring 2026.

Residential Growth—Several residential projects in various in the City's transit-oriented development areas such as Old Town, the Lake District (formerly known as our northern gateway), and the southern gateway are nearing completion. The completed projects in Old Town include Main and Mill, a 201-unit multi-family development with retail on the ground floor, Mill at Old Town, a 213-unit multi-family development with a pocket park, and Whitlow, a 429-unit multi-family development with retail ready space on College Street. Smaller residential infill projects have also concluded, including Harris 7, a 7-unit townhome development. In the Lake District, there are more than 1,500 residential units under design and construction that will provide additional townhome and multi-family units.

PROJECT	LOCATION	RESIDENCE TYPE	PLANNED UNITS	STATUS AT YEAR-END
The Standard at Old Town	701 E Main Street	Townhomes, Multi-family, Cottages	600	Under Construction
South Village	Elm St & Mill St	Single-family	63	Completed
Legacy Pointe	East Side of Kealy Ave., east of rodeo grounds, north of College St	Single-family	97	Completed
Brownstones at Walters	125 S. Walters	Townhomes	19	Completed
Heritage Towers	Summit Ave	Multi-family	282	Completed
Heritage Trails	Summit Ave	Townhomes	250	Completed
Harris 4	Harris St & Walters St	Townhomes	4	Completed
Station at Old Town	College St and Leonard St	Multi-family	286	Completed
Norra	35E & Summit Ave	Multi-family	347	Completed
Harris 7	Harris St & Walters St	Townhomes	7	Completed
Whitlow	College St	Multi-family	420	Completed
Main & Mill Lofts	Main St & Mill St	Multi-family	201	Completed
Mill at Old Town	Mill St & Purnell St	Multi-family	213	Completed
Aura Main Street	Main St & Cowan Ave	Multi-family	325	Completed
Legacy North (Merit)	35E & Grandys Ln	Multi-family	300	Completed
Lakeside Crossing	McGee Ln & Justin Rd	Multi-family Townhomes	759 203	Under Construction
Anthem Village	35E & Summit Ave	Muti-family	256	Under Construction

FINANCIAL INFORMATION

Financial Policies—The City of Lewisville has adopted (with City Council approval) formal written financial policies and administrative directives. These include, among others, policies and directives for Audit, Revenue Management, Expenditure Control, Financial Reserve/Fund Balance Levels, Debt Management, Post-Issuance Compliance, and Event Disclosure for Tax-Exempt Obligations, Investments, and Budget Transfers. Policies and directives are reviewed and amended regularly.

Accounting Procedures and Budgetary Controls—The City's accounting records for general governmental funds are maintained on a modified accrual basis, with revenues being recorded when available and measurable, and expenditures being recorded when the services or goods are received, and the liabilities are incurred. Accounting records for the City's water and sewer utility and other proprietary activities are maintained on an accrual basis.

The legal level of budgetary control is at the fund level. Budgetary control is maintained at the fund level with encumbrances entered at the time a purchase requisition is approved. Open encumbrances are recorded as assignments of fund balance as of September 30 of each year, and the subsequent year's budget is increased in December or January through a supplemental appropriation approved by City Council to reflect these carried-forward encumbrances. Unspent and unencumbered appropriations lapse at the end of the fiscal year.

The budgetary process begins each year with the preparation of both current and proposed year revenue and expenditure estimates by the City's financial management staff with input from each City department. Budgets are reviewed by the City Manager who then makes final decisions and submits a recommended budget to the City Council. The proposed budget is reviewed extensively by the City Council, a process that includes a Charter-mandated public hearing, in addition to a work session, which is open to the public. The City Charter requires the adoption of the City budget prior to the beginning of the fiscal year.

While the budget is developed and controlled at the departmental level, appropriations are made at the fund level. An ordinance establishes the budget for operating expenditures, debt service payments, and use of reserves, while a separate ordinance establishes the property tax rate.

As part of each year's budget development process, departments are required to update revenue and expenditure estimates for the current fiscal year. These estimates are reviewed by the City Manager's Office, and the City Council concurrent with the review of the proposed budget. This re-estimated budget may require a supplemental appropriation and, if so, such supplemental appropriation is approved by an ordinance adopted by the City Council.

During the fiscal year, expenditure controls are maintained by each department director with overall review exercised by the City Manager's Office. Monthly revenue and departmental expenditure reports are generated by an automated management accounting system and provide expenditure totals and encumbrances at the line-item level for the most recently completed month, as well as a year-to-date total, and an actual versus the planned rate of expenditure. Major expenditure requests are reviewed by the City Manager's Office prior to the encumbrance of funds.

Constant review of revenue and expenditure trends is maintained with specific responsibility assigned to the Budget Manager and the City Manager's Office. Recommendations for corrective action are made to the City Manager (and to the City Council, if appropriate) as needed to ensure the integrity of the adopted budget.

Tax Rates—All eligible property within the City is subject to assessment, levy, and collection by the City of a continuing, direct ad valorem tax sufficient to provide for the payment of principal and interest on outstanding bonds within the limits prescribed by law, and the payment of operation and maintenance costs as approved by the City Council. Under State law and provisions of the City Charter, the City is limited to a maximum tax rate of $2.50 per $100 assessed valuation. As shown below, the tax rate adopted by the City Council has historically been substantially lower than the maximum provided by law.

The allocation of the property tax levy by purpose (General Fund operations and Debt Service) for fiscal year 2026 and the preceding five fiscal years is reflected in the following table:

Purpose	2025-26	2024-25	2023-24	2022-23	2021-22	2020-21
General Fund	0.296689	0.300115	0.296759	0.320981	0.320981	0.320981
Debt Service Fund	0.122320	0.122320	0.122320	0.122320	0.122320	0.122320
Total Tax Rate	0.419009	0.422435	0.419079	0.443301	0.443301	0.443301

Tax Appraisal/Collection Responsibilities—Under Texas law enacted in 1979 and subsequent revisions to the State Property Tax Code, the appraised value of taxable property in Lewisville is established by the Central Appraisal District of the county in which the property exists. The City of Lewisville's jurisdiction is predominately in Denton County, but also extends into Dallas County. Therefore, both the Denton Central Appraisal District and the Dallas Central Appraisal District provide values to the City based upon county lines. The City of Lewisville and other taxing jurisdictions in the counties provide a pro-rata share of the budgeted expenditures incurred by the respective appraisal district based upon individual levy. In fiscal year 2025, the City's payments to the districts for appraisal services were $635,962, an increase of $83,202, from the amount paid by the City in fiscal year 2024. Since October 1997, the City has contracted with Denton County for tax collection services. The cost for the County to provide these services in fiscal year 2025 was $41,502.

Long-Term Financial Planning—The City prepares a series of multi-year financial plans and forecasts that enable the City to reasonably predict future impacts on the government's financial position. For its two largest funds, the General Fund and the Water and Sewer Utility Fund, a five-year financial plan is prepared in addition to a multi-year street and drainage program and multi-year water and sewer capital improvement project plan. A five-year strategic technology plan is prepared as well.

Debt Administration—Two ratios traditionally used to analyze the debt structure of municipalities are presented below. Revenue debt has been excluded since service and user charges made by utility system customers are used to retire such debt and no ad valorem tax proceeds are used for utility revenue bond debt service.

Outstanding General Obligation, Tax Notes and Certificates of Obligations at 9-30-25 (Net of Debt Service)	$ 349,622,444
Estimated Population	140,880
General Debt per Capita	$ 2,480
Net General Debt per Assessed Value	1.80%

The City's underlying bond ratings at September 30, 2025, were as follows:

	General Obligation	Revenue
Standard & Poor's	AAA	AAA
Fitch Ratings	AA+	AAA

OTHER INFORMATION

Independent Audit—According to Section 3.14 of the City Charter of the City of Lewisville, an annual independent audit is required to be made of the financial records of the City by a Public Accountant or Certified Public Accountant selected by the City Council. The City of Lewisville has engaged the firm of Weaver & Tidwell, L.L.P., and the opinion is included in this report.

It should be noted that the auditors included all funds in their audit, performed their audit in accordance with generally accepted auditing standards, and stated that, in their opinion, the statements herein present fairly, in all material respects, the financial position of the City at September 30, 2025, and the changes in financial position and cash flows, where applicable, for the year then ended in conformity with generally accepted accounting principles.

Certificate of Achievement—The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Lewisville for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2024. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for the preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of Lewisville has received a Certificate of Achievement for 36 consecutive years (fiscal years ended 1989-2024). We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements—The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Finance Department. Special appreciation is given to these staff members whose effort was instrumental in the publication of this comprehensive report.

Respectfully submitted,

Claire Powell

City Manager

David Erb

Director of Finance

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

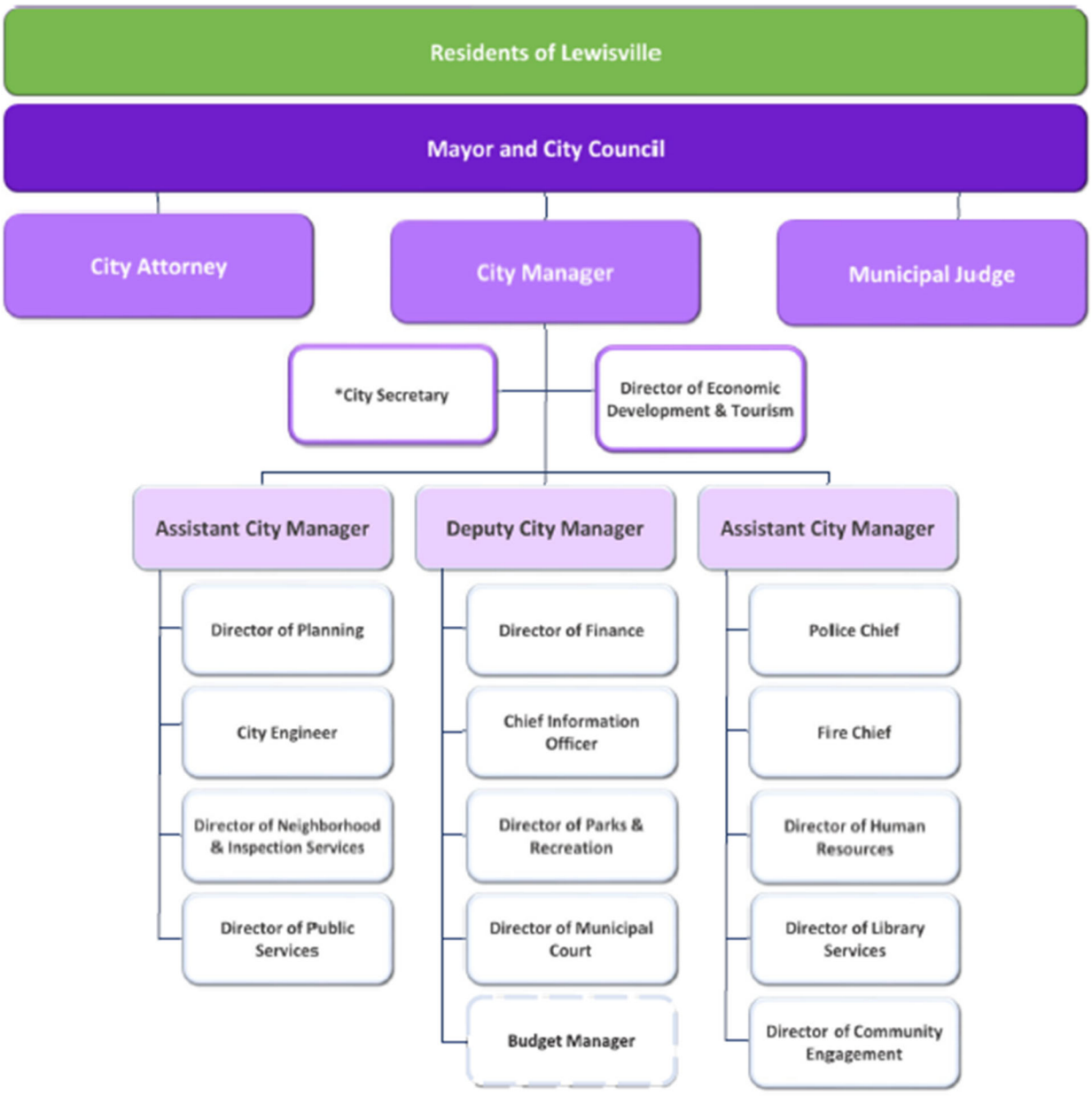
City of Lewisville
Texas

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2024

Christopher P. Morrill

Executive Director/CEO



* This position is appointed by the City Council but managed by the City Manager.

– Elected Officials –

Mayor	T.J. Gilmore
Mayor Pro Tem	William J. Meridith
Deputy Mayor Pro Tem	Patrick Kelly
Councilmember	Bob Troyer
Councilwoman	Ronnie Cade
Councilmember	Brandon Jones
Councilwoman	Kristin Green

– Appointed Officials –

City Manager	Claire Powell
City Secretary	Jennifer Malone-Ippolito
City Attorney	Lizbeth Plaster
Municipal Judge	Brian S. Holman

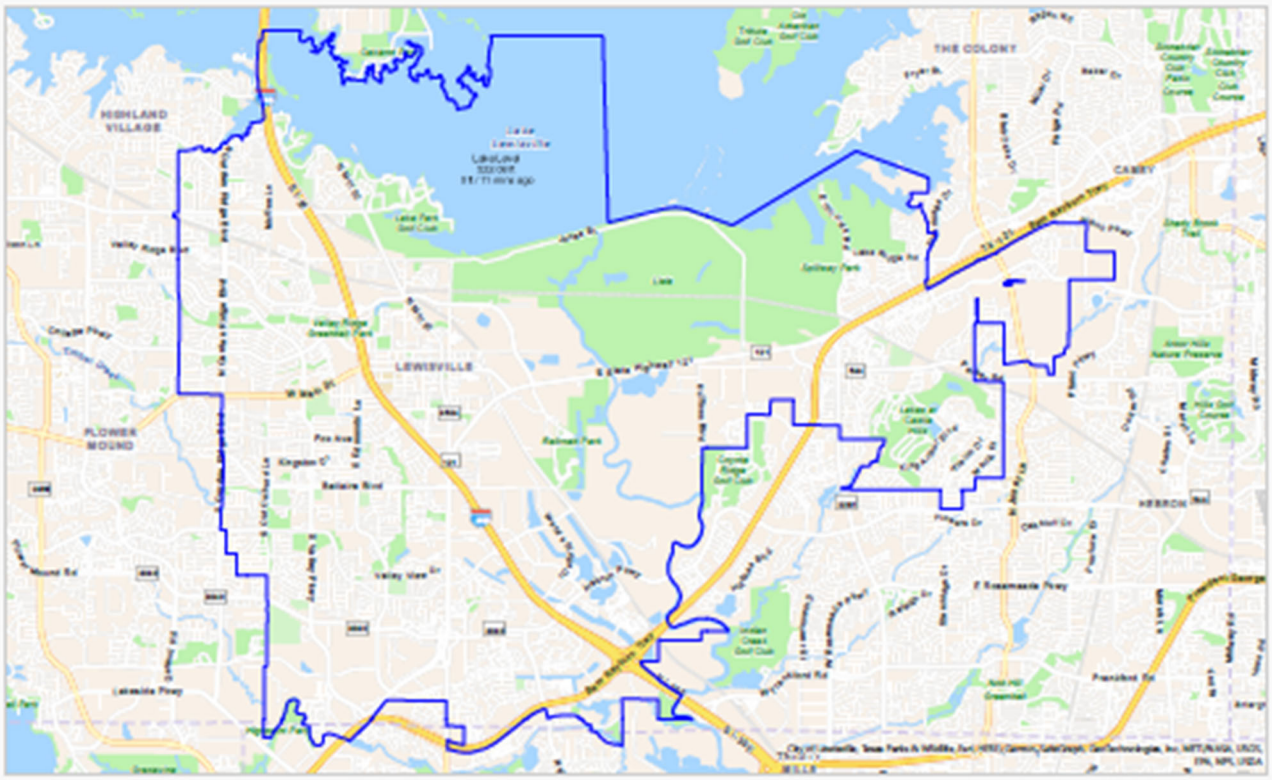
– Assistant City Managers –

Deputy City Manager	Gina McGrath
Assistant City Manager	Shanté Akafia
Assistant City Manager	James Proce

– Department Directors –

Community Engagement	James Kunke
Economic Development and Tourism	Marichelle Samples
Engineering	David Salmon
Financial Services	David Erb
Fire	Mark McNeal
Human Resources	Tadd Phillips
Information Technology Services	Chris Lee
Library Services	Carolyn Booker
Municipal Court	Jeremy Leonard
Neighborhood and Inspection Services	Chris McGinn
Parks and Recreation	Stacie Anaya
Planning	Richard Luedke
Police	Brook Rollins
Public Services	Aaron Russell

CITY OF LEWISVILLE, TEXAS – AREA MAP



FINANCIAL SECTION

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

1800 Hughes Landing Blvd, Suite 500
The Woodlands, Texas 77380
713-800-1060

Independent Auditor's Report

To the Honorable Mayor,
City Council, and City Manager of
City of Lewisville, Texas

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Lewisville (the City), as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented components, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

The City's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, pension schedules and other post-employment benefits (OPEB) schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The Honorable Mayor,
City Council, and City Manager of
City of Lewisville, Texas

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information Included in the Annual Comprehensive Financial Report (ACFR)

Management is responsible for the other information included in the ACFR. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 24, 2026 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

The Woodlands, Texas
March 24, 2026

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

This discussion and analysis of the City of Lewisville's financial performance provides an overview of the City's financial activities for the fiscal year ended September 30, 2025. Please read it in conjunction with the accompanying transmittal letter and the basic financial statements.

FINANCIAL HIGHLIGHTS

The assets and deferred outflows of resources of the City of Lewisville exceeded its liabilities an d deferred inflows of resources at the close of the fiscal year ending September 30, 2025 by $1,112,105,185 (net position). Of this amount, $125,855,114 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.

- The City of Lewisville's total net position increased by $87,355,847 for the year ended September 30, 2025 which was due to an increase in governmental activities net position of $60,796,767 and an increase in business-type activities net position of $26,559,080.

- As of September 30, 2025, the City of Lewisville's governmental funds reported combined ending fund balances of $190,964,710, a decrease of $42,106,854 in comparison with the prior fiscal year.

- At the end of the current fiscal year, unassigned fund balance for the general fund was $45,042,637 or approximately 36.2 percent of total general fund expenditures.

- The City's total outstanding debt increased by $13,438,999 during the current fiscal year primarily due to issuance of debt for funding future capital projects and to refund existing debt.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis is intended to serve as an introduction to the City of Lewisville's basic financial statements. The City of Lewisville's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplemental information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City of Lewisville's finances, in a manner similar to private-sector business. The statement of net position presents information on all of the City of Lewisville's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Lewisville is improving or deteriorating. The statement of net position combines and consolidates governmental funds current financial resources (short-term spendable resources) with capital assets and long-term obligations. Other non-financial factors should also be taken into consideration, such as changes in the City's property tax base and the condition of the City's infrastructure (i.e. roads, bridges, drainage improvements, alleys, etc.), to assess the overall health or financial condition of the City.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All of the current year revenues and expenses are taken into account regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods; for example, uncollected taxes and earned but not used vacation leave. Both the statement of net position and the statement of activities are prepared utilizing the accrual basis of accounting.

In the Statement of Net Position and the Statement of Activities, the City is divided into three kinds of activities:

- *Governmental activities* – Most of the City's basic services are reported here, including the police, fire, library, community development and public services, information technology services, parks and recreation, municipal court, tourism, and general administration. Property taxes, sales taxes, and franchise fees finance most of these activities.

- *Business-type activities* – The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's water and sewer system is reported here.

- *Discretely – presented component units* – The City includes four separate legal entities in its report as discretely – presented component units–Lewisville Housing Finance Corporation, Lewisville Industrial Development Authority, Inc., Lewisville Public Facility Corporation, and Lewisville Parks and Library Development Corporation. Although legally separate, these component units are important because the City is financially accountable for them.

Reporting the City's Most Significant Funds

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds – not the City as a whole. Some funds are required to be established by state law and by bond covenants. However, the City Council establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, or other money. The City's two primary types of funds – Governmental and Proprietary – utilize different accounting approaches.

Governmental funds – The majority of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method identified as the modified accrual basis of accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. By comparing information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements, readers may better understand the long-term impact of the government's near-term financing decisions. The relationships or differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds are detailed in a reconciliation following the fund financial statements.

The City of Lewisville maintains twenty-five governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, and the General Capital Projects Fund, all of which are considered to be major funds. Data from the other twenty-two governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary funds – The City charges customers for the services it provides, whether to outside customers or to other units within the City. These services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds (a component of proprietary funds) are identical to the business-type activities that are reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds. The internal service funds (the other component of proprietary funds) are utilized to report activities that provide supplies and services for the City's other programs and activities. Because these services benefit both governmental as well as business type functions, they have been included in both the governmental and business-type activities in the government-wide financial statements.

The City of Lewisville maintains two enterprise funds to account for water and sewer, and stormwater drainage services provided to the City's retail customers. All activities associated with providing such services are accounted for in these two funds, including administration, operation, maintenance, debt service, capital improvements, billing, and collection. The City's intent is that costs of providing the services to the general public on a continuing basis are financed through user charges in a manner similar to a private business enterprise.

The City of Lewisville maintains three internal service funds to account for funds accumulated to self-insure for health, liability, property and casualty losses, worker compensation claims, life insurance, long-term disability, vehicle, technology, and equipment replacement and fleet maintenance. Individual fund data for each of these non-major business-type funds is provided in the form of combining statements elsewhere in this report.

The City as Trustee

Reporting the City's Fiduciary Responsibilities

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The City's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position. The activities of these funds are excluded from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for its intended purpose.

Other Information

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information and a statistical section that is intended to assist users in assessing the economic condition of the City.

THE CITY AS A WHOLE – Government-Wide Financial Analysis

The City's combined net position was $1,112,105,185 as of September 30, 2025. Analyzing the net position of governmental and business-type activities separately, the governmental activities net position is $667,369,869 and the business-type activities net position is $444,735,316. This analysis focuses on the net position (Table 1) and changes in general revenues (chart) and significant expenses of the City's governmental and business-type activities.

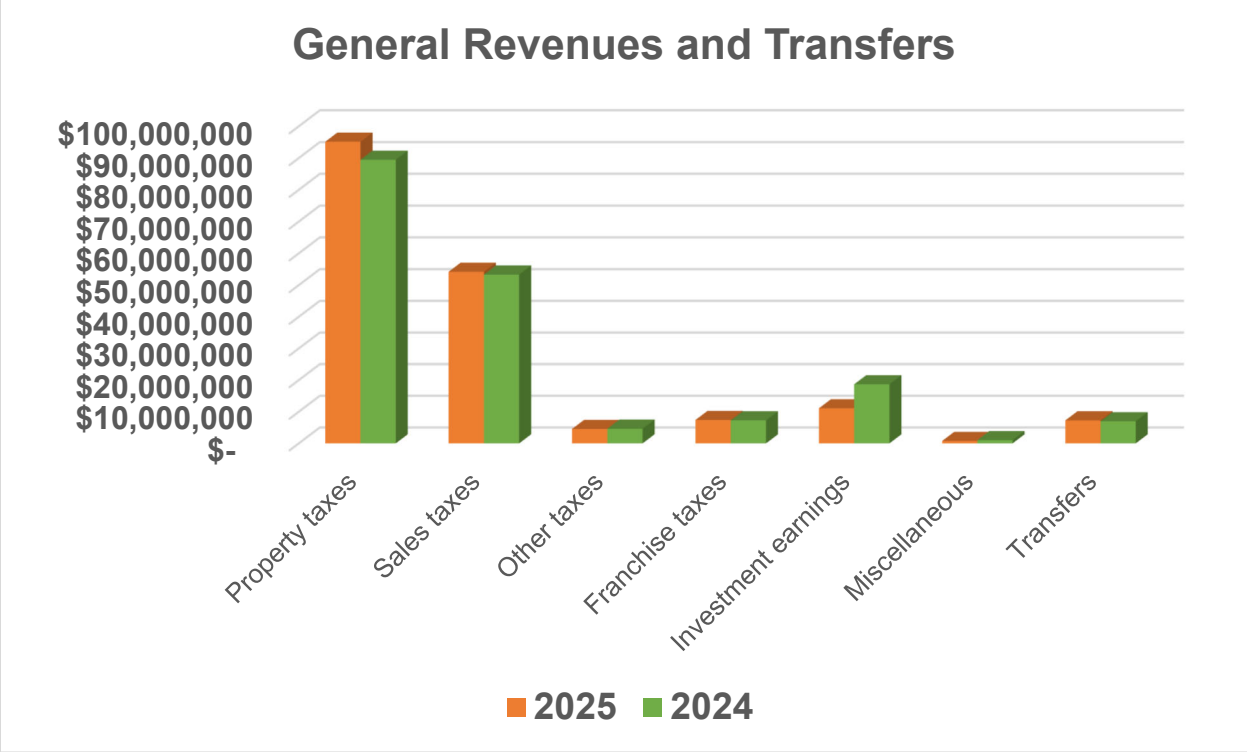
By far the largest portion of the City's net position (81 percent) reflects its investment in capital assets (i.e., land, buildings, machinery, equipment, and infrastructure) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. $83 million or 8 percent of net position was restricted for specific purposes. The remaining portion, $126 million, or 11 percent, may be used to meet the City's ongoing obligations to citizens and creditors.

Table 1: Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and other assets	$ 290,334,755	$ 338,004,538	$ 200,998,546	$ 171,022,270	$ 491,333,301	$ 509,026,808
Capital assets	812,438,752	725,253,203	379,023,501	359,850,198	1,191,462,253	1,085,103,401
Total assets	1,102,773,507	1,063,257,741	580,022,047	530,872,468	1,682,795,554	1,594,130,209
Deferred outflows	19,114,349	27,453,280	2,205,845	2,915,310	21,320,194	30,368,590
Noncurrent liabilities	404,082,846	424,572,556	127,837,790	103,748,025	531,920,636	528,320,581
Other liabilities	40,017,910	54,602,500	8,504,927	11,092,866	48,522,837	65,695,366
Total liabilities	444,100,756	479,175,056	136,342,717	114,840,891	580,443,473	594,015,947
Deferred inflows	10,417,231	4,962,863	1,149,859	770,651	11,567,090	5,733,514
Net position:						
Net investment in capital assets	544,182,053	448,409,047	359,243,509	337,050,005	903,425,562	785,459,052
Restricted	72,158,148	56,436,127	10,666,361	9,596,370	82,824,509	66,032,497
Unrestricted	51,029,668	101,727,928	74,825,446	71,529,861	125,855,114	173,257,789
Total net position	$ 667,369,869	$ 606,573,102	$ 444,735,316	$ 418,176,236	$1,112,105,185	$ 1,024,749,338

Governmental Activities

The City's general revenues and transfers decreased when compared to the prior year by 0.5 percent or $946,388. The primary reasons for this decrease were lower investment earnings due to changes in interest rates. Property taxes increased $5,670,901 as a result of growth in the taxable assessed value of properties in the city. The tax rate increased to $.422435 per $100 assessed valuation. Interest earnings decreased from the prior year by $7,581,632 due to a decrease in market rates and available cash for investing.



Governmental activities increased the City's net position by $60,796,767. The key elements of this increase are as follows:

Table 2: Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues						
Program revenues:						
Charges for service	$ 23,102,402	$ 19,729,493	$ 62,494,551	$ 57,874,642	$ 85,596,953	$ 77,604,135
Operating grants and contributions	26,054,840	30,110,590	-	-	26,054,840	30,110,590
Capital grants and contributions	16,958,182	22,204,245	14,341,015	19,389,010	31,299,197	41,593,255
General revenues:						
Property taxes	95,138,938	89,468,037	-	-	95,138,938	89,468,037
Other taxes	66,195,690	65,245,804	-	-	66,195,690	65,245,804
Other	11,882,933	19,725,954	7,748,100	8,459,928	19,631,033	28,185,882
Total revenues	239,332,985	246,484,123	84,583,666	85,723,580	323,916,651	332,207,703
Expenses:						
General government	44,807,966	37,853,893	-	-	44,807,966	37,853,893
Culture, parks and recreation	25,112,946	22,888,271	-	-	25,112,946	22,888,271
Public safety	86,379,371	77,911,460	-	-	86,379,371	77,911,460
Public and development services	18,341,047	28,297,702	50,749,931	44,556,284	69,090,978	72,853,986
Interest on long-term debt	11,169,543	8,078,044	-	-	11,169,543	8,078,044
Total expenses	185,810,873	175,029,370	50,749,931	44,556,284	236,560,804	219,585,654
Increase in net position before transfers	53,522,112	71,454,753	33,833,735	41,167,296	87,355,847	112,622,049
Transfers	7,274,655	6,998,809	(7,274,655)	(6,998,809)	-	-
Increase (decrease) in net position	60,796,767	78,453,562	26,559,080	34,168,487	87,355,847	112,622,049
NET POSITION, beginning, as previously stated	606,573,102	523,244,828	418,176,236	384,007,749	1,024,749,338	907,252,577
Change in financial reporting entity (discrete to blended component unit)	-	4,874,712	-	-	-	4,874,712
NET POSITION, beginning, as adjusted	606,573,102	528,119,540	418,176,236	384,007,749	1,024,749,338	912,127,289
Net position - ending	$ 667,369,869	$ 606,573,102	$ 444,735,316	$ 418,176,236	$ 1,112,105,185	$ 1,024,749,338

Operating grants and contributions decreased $4.1 million over the previous year and is discussed in more detail below under the General Fund sections. Capital grants and contributions decreased $5.2 million from 2024 mainly due to a decrease in contributions received through Texas Department of Transportation.

The most significant governmental expense for the City is payroll and personnel-related cost. For the year, these costs were $104.3 million or 56 percent of total expenses. This was an increase in payroll cost from prior year of $4.6 million due to an increase in personnel and merit salary increases. Payroll costs are closely monitored to ensure they fall in line with budgeted amounts. This regular monitoring, along with vacancies throughout the year, payroll costs came in $2.4 million less than originally budgeted.

For activities, public safety incurred expenses of $86.4 million. These expenses were offset by program revenues of $9,417,837, which were collected from a variety of sources, with the largest being from fines, forfeitures, and ambulance fees. The largest portion of public safety is the cost of personnel which is $70,279,336. Other significant governmental expenses for the City include Public and development services which incurred $18.3 million in expenses, of which $12,469,437 represents personnel charges and the general government activity which incurred $44,807,966 in expenses, of which $12,716,483 represents personnel charges. General government encompasses mayor and council, administration, legal, finance, human resources, information technology services, community relations and tourism departments. The Parks and Recreation Department incurred $25,112,946 in expenses, of which $8,848,715 represents personnel charges.

Business-type Activities

Business-type activities increased the City's net position by $26,559,080. The increase in net position is the result of several factors, including the following:

- The City's water and sewer system recorded charges for services of $54,471,949. This revenue source increased $3.4 million from the prior fiscal year. Revenues for the stormwater utility in fiscal year 2025 amounted to $8,022,602, an increase in stormwater utility revenue of $1,223,430. Non-cash capital contributions from developers and cash receipts in the form of development impact fees amounted to $14,341,015. This was a decrease of $5,047,995 from 2024 as a result of a decrease in developer contributions primarily in the water-sewer utility fund. Developer contributions are public improvement infrastructure projects that are completed by the developer and dedicated to the City. Business-type activities revenues exceeded expenses by $33,833,735.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2025, the City had $1.2 billion invested in a broad range of capital assets, including police and fire equipment, buildings, park facilities, roads, bridges, and water and sewer lines.

Table 3
Capital Assets at Year-end
(Net of Depreciation)

	Governmental Activities		Business-type Activities		Totals	
	2025	2024	2025	2024	2025	2024
Improvements	$ 247,512,245	$ 244,362,515	$ 13,496,471	$ 6,235,230	$ 261,008,716	$ 250,597,745
Land	83,653,496	81,921,078	2,502,137	2,502,137	86,155,633	84,423,215
Buildings	101,083,516	92,582,707	5,216,693	1,061,481	106,300,209	93,644,188
Machinery & equipment	10,094,488	9,564,537	1,709,083	2,023,004	11,803,571	11,587,541
Construction in progress	369,410,008	296,822,366	61,517,623	76,999,355	430,927,631	373,821,721
Right-to-use asset - buildings	195,554	-	-	-	195,554	-
Right-to-use - subscription asset	489,445	-	-	-	489,445	-
Water system	-	-	151,667,271	154,867,133	151,667,271	154,867,133
Sewer system	-	-	116,046,609	90,055,550	116,046,609	90,055,550
Stormwater system	-	-	26,867,614	26,106,308	26,867,614	26,106,308
Totals	$ 812,438,752	$ 725,253,203	$ 379,023,501	$ 359,850,198	$1,191,462,253	$1,085,103,401

Major capital asset additions for fiscal year 2025 include:

Fleet Maintenance Facility	$ 16,821,314
2025 Developer Dedicated I/S - Sewer	8,812,532
Timbercreek Aerial Sewer	7,919,713
Sewer SH121 to Timber Creek	7,323,440
Vista Ridge Lift Station Improvements	5,503,901
Prairie Creek Sanitary Sewer Replacement	5,407,134
2025 Developer Dedicated I/S - Street Paving	5,051,208
City Hall Basement Remodel	4,902,402
Design and renovation of Fred Herring Recreation Center.	4,644,343
Hedrick House Renovation	3,062,480
Moccassin/Summit	2,600,000
Serve Lewisville Building	2,305,782
Meter Change Outs	2,243,049
2025 Developer Dedicated I/S - Water	1,638,157
2025 Donated ROW- Developers ROW under streets	1,432,417
2025 Developer Dedicated I/S - Stormwater	1,356,139
	$ 81,024,011

The City's fiscal year 2025 capital improvement program authorizes it to spend $304.5 million for capital projects. These improvements are in the following categories: water and sewer, streets, drainage, park, municipal/technology, facility, and public safety. The aforementioned amount of $304.5 million is made up of both current year appropriations, as well as carryover amounts appropriated but not yet expended.

To support the capital improvement program, funds are obtained from the issuance of bonds, interest earnings, transfers from operating funds, developer contributions, or a combination of these sources. Additional information on the City of Lewisville's capital assets can be found in Note 5 of the Notes to Financial Statements included in this report.

Debt

At year end, the City had $473 million in general obligation bonds, revenue bonds, certificates of obligation, SBITAs, and leases outstanding compared to $459.6 million at the end of the prior fiscal year, an increase of $13.4 million or 3 percent as shown in Table 4.

Table 4
Outstanding Debt at Year End
(in Thousands)

	Governmental Activities		Business-type Activities		Totals	
	2025	2024	2025	2024	2025	2024
General obligation bonds, tax notes and certificates of obligation (backed by the City)	$ 326,375	$ 335,515	$ -	$ -	$ 326,375	$ 335,515
General obligation and revenue bonds (backed by fee revenues)	-	-	112,910	89,245	112,910	89,245
Premium (net of discount)	23,247	26,010	9,824	8,832	33,071	34,842
SBITAs	489	-	-	-	489	-
Leases	196	-	-	-	196	-
Totals	$ 350,307	$ 361,525	$ 122,734	$ 98,077	$ 473,041	$ 459,602

For more detailed information on long-term debt activity, refer to Note 11 in the Notes to Financial Statements.

The City's General Obligation Bonds carry a AAA rating from Standard and Poor's and AA+ rating from Fitch Ratings. The City's Water and Sewer Revenue Bonds carry a AAA rating from Standard and Poor's and Fitch Ratings. Both of these entities are national rating agencies. The City is permitted by Article XI, Section 5, of the State of Texas Constitution to levy taxes up to $2.50 per $100 of assessed valuation for general governmental services including the payment of principal and interest on general obligation long-term debt. The current ratio of tax-supported debt to assessed value of all taxable property is 1.8 percent.

THE CITY'S FUNDS

At the close of the City's fiscal year on September 30, 2025, the governmental funds of the City reported a combined fund balance of $191 million, a $42.1 million decrease from the previous year. The decrease is primarily due to the spend down of bond proceeds for capital projects.

The City's General Fund balance reached $47.7 million, representing a $2.0 million decrease from the prior year. This change reflects actual results that outperformed the final budget, with total revenues exceeding budget by approximately $0.4 million and expenditures coming in $1.3 million under budget. In addition, other financing sources were $0.7 million better than anticipated. The final budget projected a planned shortfall of $4.4 million, primarily to support one-time expenditures, with budgeted reserves expected to end the year at $45.2 million. Due to the these favorable variances, the actual General Fund balance finished higher than expected at $47.7 million.

For the fiscal year ending September 30, 2025, the Debt Service Fund balance decreased by $213,101, bringing the total to $204,703.

Debt service payments for the City's General Obligation bonds are supported through a combination of property tax revenues, investment income, and interfund transfers. Property tax revenue designated for debt service increased by $820,000 from the prior year. The property tax levy is established each year based on the scheduled debt service requirements, net of other available revenue sources.

The General Capital Projects Fund balance decreased by $41.6 million due to capital outlay expenditures for several ongoing projects.

Changes to the net position in the Enterprise and Internal Service Funds is provided below.

- Water and Sewer Fund: The net position increased by $20 million, reaching $384.2 million. This growth was driven by strong operating revenues, developer contributions, and impact fees, which continued to outpace operating expenses.

- Stormwater Fund: The net position rose by $7.1 million, bringing the total to $59.2 million. Revenues continue to be accumulated to fund upcoming stormwater and drainage projects.

- Internal Service Funds: The net position decreased by $5.4 million to $26.9 million. This was primarily due to a $4.2 million decrease in the Health Benefit Trust Fund and a $3.9 million decrease in the Self-Insurance Risk Fund, which was offset by a $2.6 million increase in Maintenance and Replacement Fund. The decrease to both the Health Benefit and Self-Insurance Risk Funds was due to a planned drawdown of reserves to support an increase in the City subsidy for retiree healthcare.

General Fund Budgetary Highlights

The fiscal year 2025 budget for the General Fund was amended by City Council a total of three times. A portion of these appropriations covered routine supplements made annually for prior-year encumbrances (purchases) that carried over into the next fiscal year, as well as operational needs that arose during the year.

The first budget amendment, approved in December, addressed encumbrances carried forward from the prior year. The second amendment, made in May, funded additional expenditures related to park development, park dedication, and tree mitigation, election costs, debt service, and economic development payments. Additionally, a third amendment was necessary to support debt service related to a bond refunding.

Significant budgetary variances between the final amended budget and the actual results for the General Fund can be summarized as follows:

- Charges for Services came in $0.95 million over budget primarily from excess landfill charges and ambulance fee collections. The higher than expected Landfill fees result from continued operations of a landfill that was expected to scale back collections, but had not done so during the year. Ambulance collections came in higher than anticipated due to higher experience and improved collection rates.

- Recreation revenue came in $0.9 million above budget, mainly due to higher-than-expected Park Development and Tree Mitigation fees. The City Collected an additional $1.08 million from these revenue sources.

- General Fund expenditures were $1.3 million lower than the final budget, with every operational department realizing savings. The primary contributors to this variance were payroll savings from open positions and reduced spending on operational items.

- Debt service and capital outlay expenditures in the General Fund exceeded the final budget due to the initial recognition of a subscription-based information technology arrangement (SBITA). The City recorded a $677,693 right-to-use SBITA asset and the first-year debt service payment of $188,248 related to a three-year subscription agreement that was not included in the amended budget.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

In developing the fiscal year 2026 budget, the City's elected and appointed officials considered several factors when establishing budget appropriations, tax rates, and fees for both governmental and business-type activities. These considerations included the potential for economic slowing at the national level, the continued effects of inflation on operating and capital costs, and the local economic conditions in Lewisville. Despite broader economic uncertainties, the City continues to experience steady growth in business activity and development, which contributes positively to the local economy but also increases the cost of maintaining and expanding municipal infrastructure.

The fiscal year 2026 budget reflects both these opportunities and challenges. City staff relied on the strategic direction provided through Lewisville 2025 and the City Council Priorities established during the 2025 Council retreat to guide the budget process. As in prior years, the budget incorporates initiatives identified in departmental business plans presented during the annual Council Retreat. Action items from these plans were evaluated and developed into budget packages that are detailed throughout this document.

After considering these factors, the City adopted a fiscal year 2026 operating budget totaling $308.1 million across twenty-six operating funds. An additional $31.5 million was appropriated for the City's internal service and retirement trust funds, and approximately $327 million was programmed in the City's Capital Improvement Program.

Ad valorem tax revenue continues to be the largest revenue source for the General Fund and is determined by two primary factors: the total assessed property value established by the Denton and Dallas County Central Appraisal Districts and the tax rate adopted by the Lewisville City Council. For fiscal year 2026, the City Council set the tax rate at $0.419009 per $100 of assessed valuation. The final certified appraisal roll reflected net taxable value growth of $866 million, or 7.1 percent, driven by both rising property values and new development throughout the city. Based on these factors, property tax revenue is budgeted at $61.9 million for fiscal year 2026.

The second-largest General Fund revenue source is sales tax, which is inherently more volatile than other revenue streams. To address this variability, the City follows a conservative forecasting approach established in its adopted Revenue Policy, which limits the sales tax budget for subsequent fiscal years to the estimated receipts for the current fiscal year. This approach helps mitigate fluctuations in economic activity and provides greater stability in financial planning. For fiscal year 2026, sales tax revenue is budgeted flat and projected to come in at $44.9 million.

Budgeted General Fund operating expenditures are expected to increase by approximately $681,000 compared to the fiscal year 2025 revised budget. The modest increase reflects continued efforts to manage operating costs while maintaining service levels. The increase in expenditures is expected to be offset by growth in revenues. The only planned use of fund balance is $3.3 million in transfers for one-time expenditures, a similar level as for the prior fiscal year.

For the City's business-type activities, expenditures in the Water and Sewer Fund are budgeted to increase by $3.6 million from the fiscal year 2025 revised budget. This increase is primarily attributable to normal operating cost growth and the addition of a four-person utility line maintenance crew, while one-time expenses remain generally consistent with the prior year. Excluding one-time items, regular operating expenditures are projected to increase by $3.3 million.

The Water and Sewer Fund is expected to report a $3.3 million decrease in net position for fiscal year 2026, primarily due to transfers supporting capital improvement projects and economic development agreement obligations. The City conducts a multi-year water and sewer rate study annually to ensure adequate funding for operations and long-term infrastructure needs. The most recent study recommended a 7.4 percent increase in the combined water and sewer rate for fiscal year 2026 to support higher cash funding for capital projects and to offset the annual wholesale rate increase from Dallas Water Utilities. For the typical residential customer, this adjustment equates to an increase of approximately $6.58 per month, or $78.96 annually.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and reflect the City's accountability for the resources it receives. If you have questions about this report or need additional financial information, contact the Director of Finance, City of Lewisville, 151 West Church Street, Lewisville, Texas 75057.

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

BASIC FINANCIAL STATEMENTS

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Units
ASSETS				
Cash	$ 4,284,027	$ 1,286,446	$ 5,570,473	$ 432,712
Investments	226,361,414	73,553,712	299,915,126	25,253,817
Receivables (net of allowance for uncollectibles)				
Accounts	36,496,060	6,853,546	43,349,606	-
Taxes	12,070,182	-	12,070,182	1,866,338
Interest	1,825,755	648,653	2,474,408	203,763
Other	887,785	4,518	892,303	-
Internal balances	(1,408,618)	1,408,618	-	-
Note receivable from component units	6,725,000	-	6,725,000	-
Inventory of supplies	331,608	-	331,608	-
Prepaid items	2,057,817	89,935	2,147,752	12,176
Restricted assets				
Cash	-	1,958,109	1,958,109	-
Investments	-	114,278,466	114,278,466	-
Interest receivable	-	847,154	847,154	-
Net OPEB asset	703,725	69,389	773,114	-
Capital assets				
Non-depreciable	453,063,504	64,019,760	517,083,264	-
Depreciable (net of accumulated depreciation/amortization)	359,375,248	315,003,741	674,378,989	-
Total assets	1,102,773,507	580,022,047	1,682,795,554	27,768,806
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refunding	48,792	289,967	338,759	-
Deferred outflows related to pension	18,371,815	1,847,473	20,219,288	364,667
Deferred outflows related to OPEB	693,742	68,405	762,147	-
Total deferred outflows of resources	19,114,349	2,205,845	21,320,194	364,667
LIABILITIES				
Accounts payable	9,047,383	4,688,090	13,735,473	404,772
Incurred but not reported claim reserve	2,459,855	-	2,459,855	-
Accrued liabilities	3,395,297	360,990	3,756,287	80,034
Accrued interest payable	1,513,261	650,413	2,163,674	33,068
Retainage	875,955	-	875,955	-
Deposits payable	38,100	2,580,442	2,618,542	-
Unearned revenue	19,832,635	-	19,832,635	-
Escrow payable	2,855,424	224,992	3,080,416	-
Noncurrent liabilities				
Due within one year	27,629,294	9,065,907	36,695,201	914,731
Due in more than one year	376,453,552	118,771,883	495,225,435	6,755,922
Total liabilities	444,100,756	136,342,717	580,443,473	8,188,527
DEFERRED INFLOWS OF RESOURCES				
Deferred gain on refunding	2,657,422	375,150	3,032,572	-
Deferred inflows related to pension	4,888,611	491,600	5,380,211	97,035
Deferred inflows related to OPEB	2,871,198	283,109	3,154,307	-
Total deferred inflows of resources	10,417,231	1,149,859	11,567,090	97,035
NET POSITION				
Net investment in capital assets	544,182,053	359,243,509	903,425,562	-
Restricted for				
Debt service	5,509,204	10,596,972	16,106,176	-
Capital projects	39,458,546	-	39,458,546	-
Public safety	11,414,064	-	11,414,064	-
Grant purposes	54,384	-	54,384	-
Tourism	7,711,342	-	7,711,342	-
Other	7,306,883	-	7,306,883	-
OPEB	703,725	69,389	773,114	-
Unrestricted	51,029,668	74,825,446	125,855,114	19,847,911
Total net position	$ 667,369,869	$ 444,735,316	$ 1,112,105,185	$ 19,847,911

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary Government				
Governmental activities				
General government	$ 44,807,966	$ 4,130,051	$ 6,562,829	$ 2,079,966
Culture, parks, and recreation	25,112,946	6,326,843	456,868	-
Public safety	86,379,371	7,062,693	2,163,964	191,180
Public & development services	18,341,047	5,582,815	746,163	14,687,036
Interest and fiscal charges	11,169,543	-	16,125,016	-
Total governmental activities	185,810,873	23,102,402	26,054,840	16,958,182
Business-type activities				
Water and sewer	47,849,547	54,471,949	-	12,984,876
Stormwater	2,900,384	8,022,602	-	1,356,139
Total business-type activities	50,749,931	62,494,551	-	14,341,015
Total primary government	236,560,804	85,596,953	26,054,840	31,299,197
Component Units				
LPLDC (4B) fund	10,409,011	246,963	-	81,000
Total component units	$ 10,409,011	$ 246,963	$ -	$ 81,000
GENERAL REVENUES and TRANSFERS				
Taxes				
Property taxes, levied for general purposes				
Sales taxes				
Other taxes				
Franchise taxes				
Hotel motel taxes				
Penalties and interest				
Investment earnings				
Miscellaneous				
Transfers				
Total general revenues and transfers				
Change in net position				
NET POSITION - beginning of year				
NET POSITION - end of year				

The Notes to Financial Statements are an integral part of this statement.

Primary Government			
Governmental Activities	Business-Type Activities	Total	Component Units
$ (32,035,120)	$ -	$ (32,035,120)	$ -
(18,329,235)	-	(18,329,235)	-
(76,961,534)	-	(76,961,534)	-
2,674,967	-	2,674,967	-
4,955,473	-	4,955,473	-
(119,695,449)	-	(119,695,449)	-
-	19,607,278	19,607,278	-
-	6,478,357	6,478,357	-
-	26,085,635	26,085,635	-
(119,695,449)	26,085,635	(93,609,814)	-
-	-	-	(10,081,048)
-	-	-	(10,081,048)
94,779,946	-	94,779,946	-
54,219,344	-	54,219,344	10,851,879
1,763,249	-	1,763,249	-
7,405,137	-	7,405,137	-
2,807,960	-	2,807,960	-
358,992	-	358,992	-
11,094,311	7,684,991	18,779,302	1,123,110
788,622	63,109	851,731	390,113
7,274,655	(7,274,655)	-	-
180,492,216	473,445	180,965,661	12,365,102
60,796,767	26,559,080	87,355,847	2,284,054
606,573,102	418,176,236	1,024,749,338	17,563,857
$ 667,369,869	$ 444,735,316	$ 1,112,105,185	$ 19,847,911

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
GOVERNMENTAL FUNDS
BALANCE SHEET
SEPTEMBER 30, 2025

EXHIBIT 3

	General	Debt Service Fund	General Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
ASSETS					
Cash	$ 647,373	$ 3,335	$ 2,424,252	$ 443,533	$ 3,518,493
Investments	37,299,600	194,640	141,484,768	24,764,989	203,743,997
Receivables (net of allowances for uncollectibles)					
Taxes	10,117,506	92,762	-	1,859,914	12,070,182
Accounts	2,703,138	-	31,603,651	1,639,974	35,946,763
Unbilled accounts	303,908	-	-	-	303,908
Interest	347,990	5,903	1,051,424	237,016	1,642,333
Court	241,630	-	-	-	241,630
Other	303,332	-	-	-	303,332
Due from other funds	702,816	-	-	174,781	877,597
Note receivable from component units	-	6,725,000	-	-	6,725,000
Prepaid items	1,564,382	825	-	217,199	1,782,406
Total assets	$ 54,231,675	$ 7,022,465	$ 176,564,095	$ 29,337,406	$ 267,155,641
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities					
Accounts and contracts payable	$ 1,620,204	$ -	$ 6,691,506	$ 468,708	$ 8,780,418
Accrued liabilities	3,047,932	-	-	310,681	3,358,613
Deposits payable	6,000	-	-	32,100	38,100
Unearned revenue	-	-	19,832,635	-	19,832,635
Money held in escrow	25,902	-	2,829,488	34	2,855,424
Retainage	-	-	875,955	-	875,955
Due to other funds	169,761	-	-	768,755	938,516
Total liabilities	4,869,799	-	30,229,584	1,580,278	36,679,661
Deferred inflows of resources					
Unavailable resources	1,693,355	6,817,762	30,082,686	917,467	39,511,270
Total deferred inflows of resources	1,693,355	6,817,762	30,082,686	917,467	39,511,270
Fund balances					
Nonspendable	1,564,382	825	-	217,199	1,782,406
Restricted for					
Debt service	-	203,878	-	-	203,878
Capital projects	-	-	80,936,708	7,848,794	88,785,502
Other purposes	-	-	-	17,106,177	17,106,177
Committed to					
Capital projects	-	-	2,410,859	-	2,410,859
Other purposes	-	-	-	1,667,491	1,667,491
Assigned to					
Capital projects	-	-	32,904,258	-	32,904,258
Other purposes	1,061,502	-	-	-	1,061,502
Unassigned	45,042,637	-	-	-	45,042,637
Total fund balances	47,668,521	204,703	116,251,825	26,839,661	190,964,710
Total liabilities, deferred inflows of resources and fund balances	$ 54,231,675	$ 7,022,465	$ 176,564,095	$ 29,337,406	$ 267,155,641

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
AS OF SEPTEMBER 30, 2025

EXHIBIT 4

Total fund balances, governmental funds	$ 190,964,710
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. This amount excludes $5,262,935 allocated from the internal service funds.	807,175,817
Net OPEB assets are not reported in the governmental funds financial statements; however, in the government-wide financial statements, they increase net position.	703,725
Interest payable on long-term debt does not require current financial resources; therefore, interest payable is not reported as a liability in the governmental funds balance sheet.	(1,513,261)
Revenues earned but not available within sixty days of the year end are not recognized as revenue on the fund financial statements.	39,511,270
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the fund financial statements. Amount is less $329,365 for compensated absences, and lease liability in internal service funds already included below.	(403,753,481)
Deferred inflows ($19,065,557) and outflows ($7,759,809) of resources associated with the net pension and OPEB liabilities are not reported in governmental funds. This is the net effect of the deferred inflows and outflows of resources.	11,305,748
For debt refunding, the difference between the acquisition price and the net carrying amount of the debt has been deferred and amortized in the government-wide financial statements. This is the net effect of deferred charge, $48,792, and gains ($2,657,422) on refunding.	(2,608,630)
An internal service fund is used by management to charge the costs of certain activities, including insurance and vehicle fleet management, to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the government-wide statement of net position, net of amounts allocated to business-type activities of $1,348,436.	25,583,971
Total net position, governmental activities	$ 667,369,869

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT 5

	General	Debt Service Fund	General Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
REVENUES					
Property and other taxes	$ 110,305,447	$ 24,041,722	$ -	$ 26,884,217	$ 161,231,386
License and permits	4,556,781	-	-	-	4,556,781
Intergovernmental	-	-	17,948,064	9,614,363	27,562,427
Charges for services	9,818,198	-	-	-	9,818,198
Recreation	5,309,905	-	-	839,149	6,149,054
Fines	2,136,907	-	-	156,597	2,293,504
Investment earnings	1,758,582	230,588	6,502,544	1,381,928	9,873,642
Contributions and donations	-	-	-	315,579	315,579
Miscellaneous	795,456	1,137,612	4,500	99	1,937,667
Total revenues	134,681,276	25,409,922	24,455,108	39,191,932	223,738,238
EXPENDITURES					
Current					
General government	21,736,393	-	-	3,664,883	25,401,276
Culture, parks, and recreation	15,260,367	-	-	7,893,759	23,154,126
Public safety	69,034,987	-	-	11,892,731	80,927,718
Public & development services	17,232,548	-	-	2,609,081	19,841,629
Debt Service					
Principal	-	16,805,000	-	-	16,805,000
Interest and fiscal charges	188,248	12,511,518	150,600	-	12,850,366
Capital outlay	963,362	-	97,281,828	7,097,036	105,342,226
Total expenditures	124,415,905	29,316,518	97,432,428	33,157,490	284,322,341
Excess (deficiency) of revenues over (under) expenditures	10,265,371	(3,906,596)	(72,977,320)	6,034,442	(60,584,103)
OTHER FINANCING SOURCES (USES)					
Transfers in	13,435,535	3,576,125	29,095,339	1,292,398	47,399,397
Transfers out	(26,356,860)	-	(5,917,181)	(5,654,540)	(37,928,581)
Premium (discount) on issuance of bonds	-	400,836	296,100	-	696,936
Issuance of general obligation bonds	-	-	7,915,000	-	7,915,000
Issuance of refunding bonds	-	6,415,000	-	-	6,415,000
Issuance of SBITAs	677,963	-	-	-	677,963
Payment to refunding bond escrow agent	-	(6,698,466)	-	-	(6,698,466)
Total other financing sources (uses)	(12,243,362)	3,693,495	31,389,258	(4,362,142)	18,477,249
NET CHANGE IN FUND BALANCES	(1,977,991)	(213,101)	(41,588,062)	1,672,300	(42,106,854)
FUND BALANCES - beginning of year	49,646,512	417,804	157,839,887	25,167,361	233,071,564
FUND BALANCES - end of year	$ 47,668,521	$ 204,703	$ 116,251,825	$ 26,839,661	$ 190,964,710

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE GOVERNMENT WIDE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT 6

Net change in fund balances, total governmental funds	$ (42,106,854)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of assets is allocated over their estimated useful lives and reported as depreciation expense. Dispositions of capital assets that decreased net position. The total increases in governmental activities capital asset additions exclude $1,977,507 from the internal service fund.	109,251,314
The net effect of disposals of capital assets is not reported in governmental funds.	(4,160,567)
Governmental funds do not recognize assets contributed by developers. However, in the statement of activities the fair market value of those assets is recognized as revenue, then allocated over their estimated useful lives and reported as depreciation expense.	7,465,147
Depreciation expense on capital assets is reported in the government-wide statement of activities, but it does not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditures in the governmental funds. This amount excludes $1,841,023 included in the internal service fund allocation.	(25,444,129)
The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of debt service principal payments of $16,805,000, and current year amortization of premium of $1,597,631, net of deferred charge on refunding of ($50,381) less proceeds on debt issued ($14,330,000) and premium on issuance of bonds ($696,936).	9,653,825
Current year changes in the long-term liability for compensated absences do not require the use of current financial resources; therefore, are not reported as expenditures in governmental funds. The changes in compensated absences for governmental funds increased governmental activities expense by $1,529,039. The increase in compensated absences of $56,452 is allocated with the internal service fund.	(1,472,587)
Current year changes in the long-term liability for net pension/OPEB benefit obligations do not require the use of current financial resources; therefore, are not reported as expenditures in governmental funds. The amount represents the difference between current year deferred inflows, outflows, and liability from prior year. Changes in pension balances increased statement of activities expenses by $437,460 while OPEB balances increased statement of activities expenses by $1,551,122. This amount is the net effect of current year pension and OPEB changes.	(1,988,582)
Current year changes in accrued interest payable do not require the use of current financial resources; therefore, are not reported as expenditures in governmental funds.	14,083
Certain revenues in the government-wide statement of activities that do not provide current financial resources are not reported as revenue in the governmental funds.	14,388,792
Internal service funds are used by management to charge the costs of certain activities, such as the purchase of equipment and insurance, to individual funds. The change in net position of certain internal service funds is reported with governmental activities. This is the amount of the change in net position allocated to government activities.	(4,803,675)
Change in net position, governmental activities	$ 60,796,767

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT 7

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Property and other taxes	$ 111,451,530	$ 111,295,904	$ 110,305,447	$ (990,457)
License and permits	3,454,553	4,830,782	4,556,781	(274,001)
Charges for services	7,814,770	8,870,724	9,818,198	947,474
Recreation	3,869,742	4,384,404	5,309,905	925,501
Fines	2,348,298	2,140,169	2,136,907	(3,262)
Investment earnings	1,146,342	1,832,504	1,758,582	(73,922)
Miscellaneous	851,717	951,365	795,456	(155,909)
Total revenues	130,936,952	134,305,852	134,681,276	375,424
EXPENDITURES				
Current				
General government				
General government	6,272,427	7,251,685	7,206,699	44,986
Mayor and council	150,016	150,016	149,991	25
Administrative and legal	3,801,073	3,767,914	3,583,237	184,677
Community relations/tourism	976,693	989,952	927,418	62,534
Finance	2,279,234	2,279,234	2,224,434	54,800
Human resources	1,861,389	1,861,574	1,757,092	104,482
Information technology services	6,211,307	6,336,595	5,887,522	449,073
Culture, parks, and recreation				
Parks and recreation	14,948,526	14,918,192	14,420,373	497,819
Arts and cultural events	876,805	875,919	839,994	35,925
Public Safety				
Police	37,742,626	37,985,325	37,745,586	239,739
Fire	29,963,689	29,990,891	29,864,109	126,782
Municipal court	1,458,065	1,458,059	1,425,292	32,767
Public and development services				
Public services	7,477,983	7,572,964	7,425,492	147,472
Neighborhood services	9,926,797	9,976,812	9,807,056	169,756
Debt service	-	-	188,248	(188,248)
Capital outlay	172,684	297,146	963,362	(666,216)
Total expenditures	124,119,314	125,712,278	124,415,905	1,296,373
Excess of revenues over expenditures	6,817,638	8,593,574	10,265,371	1,671,797
OTHER FINANCING SOURCES (USES)				
Transfers in	8,338,303	13,364,002	13,435,535	71,533
Transfers out	(24,907,346)	(26,357,038)	(26,356,860)	178
Issuance of SBITAs	-	-	677,963	677,963
Total other financing sources (uses)	(16,569,043)	(12,993,036)	(12,243,362)	749,674
NET CHANGE IN FUND BALANCES	(9,751,405)	(4,399,462)	(1,977,991)	2,421,471
FUND BALANCES - beginning of year	49,646,512	49,646,512	49,646,512	-
FUND BALANCES - end of year	$ 39,895,107	$ 45,247,050	$ 47,668,521	$ 2,421,471

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

EXHIBIT 8

	Enterprise Funds			
	Water and Sewer Utility Fund	Stormwater Utility Fund	Total	Internal Service Funds
ASSETS				
Current assets				
Cash	$ 927,831	$ 358,615	$ 1,286,446	$ 765,534
Investments	52,624,402	20,929,310	73,553,712	22,617,417
Receivables (net of allowance for uncollectibles):				
Accounts	2,542,627	247,646	2,790,273	3,759
Unbilled trade accounts	3,485,413	577,860	4,063,273	-
Interest receivable	485,279	163,374	648,653	183,422
Other	4,518	-	4,518	584,453
Due from other funds	26,481	33,701	60,182	949
Inventory of supplies, at cost	-	-	-	331,608
Prepaid items	89,915	20	89,935	275,411
Restricted assets				
Cash	1,958,109	-	1,958,109	-
Investments	114,278,466	-	114,278,466	-
Interest receivable	847,154	-	847,154	-
Total current assets	177,270,195	22,310,526	199,580,721	24,762,553
Noncurrent assets				
Net OPEB asset	69,389	-	69,389	-
Capital assets				
Land	2,502,137	-	2,502,137	-
Land improvements	6,001,436	-	6,001,436	-
Buildings	6,076,459	-	6,076,459	-
Other improvements	10,120,898	-	10,120,898	440,026
Water system	243,587,356	-	243,587,356	-
Sewer system	186,143,261	-	186,143,261	-
Stormwater System	-	29,405,928	29,405,928	-
Machinery and equipment	5,798,053	37,069	5,835,122	4,300,339
Motor vehicles	907,656	-	907,656	23,310,876
Right-to-use assets	-	-	-	297,078
Construction in progress	50,433,598	11,084,025	61,517,623	-
Less accumulated depreciation/amortization	(170,519,843)	(2,554,532)	(173,074,375)	(23,085,384)
Total noncurrent assets	341,120,400	37,972,490	379,092,890	5,262,935
Total assets	518,390,595	60,283,016	578,673,611	30,025,488
DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss on refunding	289,967	-	289,967	-
Deferred outflows related to pension	1,847,473	-	1,847,473	-
Deferred outflows related to OPEB	68,405	-	68,405	-
Total deferred outflows of resources	2,205,845	-	2,205,845	-
LIABILITIES				
Current liabilities				
Current liabilities payable from restricted assets				
Accounts payable	1,053,115	-	1,053,115	-
Deposits payable	2,580,442	-	2,580,442	-
Accrued interest payable	650,413	-	650,413	-
Contracts and retainage payable	-	-	-	-
Escrow payable	224,992	-	224,992	-
Current maturities of bonds payable	8,165,000	-	8,165,000	-
Accounts payable	2,830,047	804,928	3,634,975	266,965
Due to other funds	-	-	-	212
Incurred but not reported claim reserve	-	-	-	2,459,855
Accrued liabilities	318,041	42,949	360,990	36,684
Compensated absences	734,371	166,536	900,907	102,464
Lease liability	-	-	-	46,013
Total current liabilities	16,556,421	1,014,413	17,570,834	2,912,193
Noncurrent liabilities				
Bonds payable	114,569,193	-	114,569,193	-
Compensated absences	224,672	50,950	275,622	31,347
Net pension liability	3,927,068	-	3,927,068	-
Lease liability	-	-	-	149,541
Total noncurrent liabilities	118,720,933	50,950	118,771,883	180,888
Total liabilities	135,277,354	1,065,363	136,342,717	3,093,081
DEFERRED INFLOWS OF RESOURCES				
Deferred gain on refunding	375,150	-	375,150	-
Deferred inflows related to pension	491,600	-	491,600	-
Deferred inflows related to OPEB	283,109	-	283,109	-
Total deferred inflows of resources	1,149,859	-	1,149,859	-
NET POSITION				
Net investment in capital assets	321,271,019	37,972,490	359,243,509	5,262,935
Restricted for bond requirements	10,596,972	-	10,596,972	-
Restricted for OPEB	69,389	-	69,389	-
Unrestricted	52,231,847	21,245,163	73,477,010	21,669,472
Total net position	$ 384,169,227	$ 59,217,653	$ 443,386,880	$ 26,932,407

The Notes to Financial Statements are an integral part of this statement.

Total net position, enterprise funds	$ 443,386,880
Amounts reported for business-type activities in the statement of net position are different because:	
An internal service fund is used by management to charge the costs of certain activities, including insurance and vehicle fleet management, to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the government-wide statement of net position. The amount shown as the accumulated amount is allocated to business type activities.	1,348,436
Total net position, business-type activities	$ 444,735,316

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT 10

	Enterprise Funds			
	Water and Sewer Utility Fund	Stormwater Utility Fund	Total	Internal Service Funds
OPERATING REVENUES				
Charges for sales and services	$ 54,471,949	$ 8,022,602	$ 62,494,551	$ 25,115,820
Miscellaneous	63,109	-	63,109	592,301
Total operating revenues	54,535,058	8,022,602	62,557,660	25,708,121
OPERATING EXPENSES				
Cost of sales and services, net of reimbursements	23,295,073	958,564	24,253,637	18,679,580
Personal services and administrative	10,967,564	1,342,354	12,309,918	9,708,163
Depreciation and amortization	9,844,937	599,466	10,444,403	1,841,023
Total operating expenses	44,107,574	2,900,384	47,007,958	30,228,766
Operating income (loss)	10,427,484	5,122,218	15,549,702	(4,520,645)
NONOPERATING REVENUES (EXPENSES)				
Investment earnings	6,794,750	890,241	7,684,991	1,220,669
Interest expense and fiscal agent fees	(3,120,908)	-	(3,120,908)	-
Gain on disposal of capital assets	-	-	-	71,397
Total nonoperating revenues (expenses)	3,673,842	890,241	4,564,083	1,292,066
INCOME BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS	14,101,326	6,012,459	20,113,785	(3,228,579)
TRANSFERS AND CAPITAL CONTRIBUTIONS				
Transfers in	123,600	-	123,600	3,839
Transfers out	(7,151,055)	(247,200)	(7,398,255)	(2,200,000)
Contributions from developers	10,450,690	1,356,139	11,806,829	-
Contributions - impact fees	2,534,186	-	2,534,186	-
Total transfers and capital contributions	5,957,421	1,108,939	7,066,360	(2,196,161)
CHANGE IN NET POSITION	20,058,747	7,121,398	27,180,145	(5,424,740)
NET POSITION, beginning of year	364,110,480	52,096,255	416,206,735	32,357,147
NET POSITION, end of year	$ 384,169,227	$ 59,217,653	$ 443,386,880	$ 26,932,407

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
RECONCILIATION OF ENTERPRISE FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND
NET POSITION TO THE GOVERNMENT WIDE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT 11

Net change in fund net position, enterprise funds	$ 27,180,145
Amounts reported for business-type activities in the statement of activities are different because:	
Internal services funds are used by management to charge the costs of certain activities, such as the purchase of equipment and insurance, to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities. The amount shown represents the net revenue (expense) allocated to business-type activities.	(621,065)
Change in net position, business-type activities	$ 26,559,080

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT 12

	Water & Sewer Fund	Stormwater Utility Fund	Business-Type Activities - Enterprise Fund	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	$ 57,174,903	$ 7,834,619	$ 65,009,522	$ 24,555,652
Cash received (paid) from transactions with other funds	(1,757,269)	1,770,177	12,908	-
Cash paid to employees for services	(10,795,958)	(897,649)	(11,693,607)	(1,526,791)
Cash paid for goods and services	(26,977,672)	(584,518)	(27,562,190)	(9,841,765)
Cash received for miscellaneous items	-	-	-	592,301
Cash paid for claims	-	-	-	(17,285,731)
Net cash provided by (used in) operating activities	17,644,004	8,122,629	25,766,633	(3,506,334)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in from other funds	123,600	-	123,600	3,839
Transfers to other funds	(7,151,055)	(247,200)	(7,398,255)	(2,200,000)
Net cash used in noncapital financing activities	(7,027,455)	(247,200)	(7,274,655)	(2,196,161)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	(15,702,757)	(2,066,611)	(17,769,368)	(1,914,806)
Proceeds from sale of equipment	-	-	-	71,397
Proceeds from sale of revenue bonds	31,445,000	-	31,445,000	-
Premium on issuance of bonds	1,785,656	-	1,785,656	-
Principal paid on debt	(7,780,000)	-	(7,780,000)	-
Cost of issuance of debt	(326,658)	-	(326,658)	-
Interest paid	(2,970,165)	-	(2,970,165)	-
Impact fees	2,534,186	-	2,534,186	-
Net cash provided by (used in) capital and related financing activities	8,985,262	(2,066,611)	6,918,651	(1,843,409)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investments	(121,640,533)	(15,253,524)	(136,894,057)	(16,483,836)
Proceeds from sale and maturities of investments	96,012,594	8,665,063	104,677,657	22,697,987
Interest received	6,446,741	890,241	7,336,982	1,220,669
Net cash provided by (used in) investing activities	(19,181,198)	(5,698,220)	(24,879,418)	7,434,820
NET INCREASE (DECREASE) IN CASH	420,613	110,598	531,211	(111,084)
CASH, beginning of year	2,465,327	248,017	2,713,344	876,618
CASH, end of year	$ 2,885,940	$ 358,615	$ 3,244,555	$ 765,534
Classified as				
Unrestricted cash and cash equivalents at end of year	$ 927,831	$ 358,615	$ 1,286,446	$ 765,534
Restricted cash and cash equivalents at end of year	1,958,109	-	1,958,109	-
TOTAL CASH AT END OF YEAR	$ 2,885,940	$ 358,615	$ 3,244,555	$ 765,534
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating income (loss)	$ 10,427,484	$ 5,122,218	$ 15,549,702	$ (4,520,645)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities				
Depreciation and amortization	9,844,937	599,466	10,444,403	1,841,023
Change in assets and liabilities				
(Increase) decrease in receivables	2,639,845	(187,983)	2,451,862	(559,430)
(Increase) decrease in prepaid expenses	(8,605)	605	(8,000)	(30,798)
(Increase) decrease in due from other funds	46,609	1,770,177	1,816,786	(211,273)
(Increase) decrease in pension related deferred outflows	334,315	-	334,315	-
Increase (decrease) in accounts and contracts payable	(3,426,480)	749,088	(2,677,392)	(283,043)
Increase (decrease) in accrued liabilities	(188,608)	8,143	(180,465)	6,563
Increase (decrease) in lease payable	-	-	-	195,554
Increase (decrease) in deposits payable	26,762	-	26,762	-
Increase (decrease) in compensated absences	171,606	60,915	232,521	56,452
Increase (decrease) in net pension liability	(799,191)	-	(799,191)	-
Increase (decrease) in due to other funds	(1,803,878)	-	(1,803,878)	(737)
Increase (decrease) in pension related deferred inflows	379,208	-	379,208	-
Total adjustments	7,216,520	3,000,411	10,216,931	1,014,311
Net cash provided (used in) by operating activities	$ 17,644,004	$ 8,122,629	$ 25,766,633	$ (3,506,334)
NON CASH INVESTING AND FINANCING ACTIVITIES				
From developer contributions of capital assets	$ 10,450,690	$ 1,356,139	$ 11,806,829	$ -
Increase (decrease) in fair value of investments	(175,790)	(91,080)	(266,870)	(35,919)

The Notes to Financial Statements are an integral part of this statement.

	Lewisville OPEB Liability Trust Fund
ASSETS	
Cash	$ 252,916
Investments	
Mutual funds - equity	10,860,508
Mutual funds - fixed income	5,710,406
Total investments	16,570,914
Interest receivable	800
Other receivables	115,000
Total assets	16,939,630
LIABILITIES	
Accounts payable	584,369
Total liabilities	584,369
NET POSITION	
Restricted for post employment benefits other than pensions	16,355,261
Total net position	$ 16,355,261

The Notes to Financial Statements are an integral part of this statement.

	Lewisville OPEB Liability Trust Fund
ADDITIONS	
Employer contributions	$ 9,818,136
Investment earnings, net of unrealized/realized gain(loss)	1,499,397
Less investment expense	(31,048)
Total additions	11,286,485
DEDUCTIONS	
Benefits	584,452
Total deductions	584,452
CHANGE IN NET POSITION	10,702,033
NET POSITION - beginning	5,653,228
NET POSITION - ending	$ 16,355,261

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
DISCRETELY PRESENTED COMPONENT UNITS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

EXHIBIT 15

	Lewisville Housing Finance Corporation	Lewisville Industrial Development Authority, Inc.	Lewisville Public Facility Corporation	Lewisville Parks and Library Development Corporation	Total Component Units
ASSETS					
Cash	$ 96	$ 138	$ 6,690	$ 425,788	$ 432,712
Investments	5,615	8,061	390,417	24,849,724	25,253,817
Receivables (net of allowance for uncollectibles)					
Taxes	-	-	-	1,866,338	1,866,338
Interest	46	63	3,056	200,598	203,763
Prepaid items	-	-	-	12,176	12,176
Total assets	5,757	8,262	400,163	27,354,624	27,768,806
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows related to pension	-	-	-	364,667	364,667
Total deferred outflows of resources	-	-	-	364,667	364,667
LIABILITIES					
Current					
Accounts payable	-	-	-	404,772	404,772
Accrued liabilities	-	-	-	80,034	80,034
Accrued interest payable	-	-	-	33,068	33,068
Noncurrent liabilities					
Due within one year	-	-	-	914,731	914,731
Due in more than one year	-	-	-	5,980,770	5,980,770
Net pension liability	-	-	-	775,152	775,152
Total liabilities	-	-	-	8,188,527	8,188,527
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows related to pension	-	-	-	97,035	97,035
Total deferred inflows of resources	-	-	-	97,035	97,035
NET POSITION					
Unrestricted	5,757	8,262	400,163	19,433,729	19,847,911
Total net position	$ 5,757	$ 8,262	$ 400,163	$ 19,433,729	$ 19,847,911

The Notes to Financial Statements are an integral part of this statement.

CITY OF LEWISVILLE, TEXAS
DISCRETELY PRESENTED COMPONENT UNITS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT 16

	Lewisville Housing Finance Corporation	Lewisville Industrial Development Authority, Inc.	Lewisville Public Facility Corporation	Lewisville Parks and Library Development Corporation	Total Component Units
EXPENSES					
General government	$ -	$ -	$ -	$ 348,110	$ 348,110
Culture, parks and recreation	-	-	-	9,799,875	9,799,875
Interest on long term debt	-	-	-	261,026	261,026
Total expenses	-	-	-	10,409,011	10,409,011
PROGRAM REVENUES					
Charges for services					
Culture, parks and recreation	-	-	-	246,963	246,963
Capital Contributions	-	-	-	81,000	81,000
Total program revenues	-	-	-	327,963	327,963
GENERAL REVENUES					
Sales taxes	-	-	-	10,851,879	10,851,879
Investment earnings	251	356	10,225	1,112,278	1,123,110
Miscellaneous	-	-	389,938	175	390,113
Total general revenues	251	356	400,163	11,964,332	12,365,102
CHANGE IN NET POSITION	251	356	400,163	1,883,284	2,284,054
Net position, beginning	5,506	7,906	-	17,550,445	17,563,857
Net position, ending	$ 5,757	$ 8,262	$ 400,163	$ 19,433,729	$ 19,847,911

The Notes to Financial Statements are an integral part of this statement.

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Reporting Entity

The City of Lewisville is a municipal corporation governed by an elected mayor and a six-member council. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Discretely presented component units are reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that they are legally separate from the government.

Blended Component Units

- The Lewisville Health Benefit Trust was established by the City under the Texas Political Subdivision Employees Uniform Group Benefits Act (Chapter 172 Texas Local Government Code) to account for health insurance of employees, retirees and dependents. The City Council appoints a board, and board members are removable by the City Council. The City Council approves the trust's annual budget. The activities of the Lewisville Health Benefit Trust are accounted for as a blended component unit and included with the internal service funds. The Health Benefit Trust is reported as a blended component unit since it provides services exclusively for the City of Lewisville.

- The Local Government Corporation was established July 2006 to assist in economic development initiatives. Allowable under Chapter 431 of the Texas Transportation Code, this corporation cannot incur any debt without City Council approval. The City Council appoints a board, and board members are removable by the City Council. The existing four-person board is comprised of current City Council members. The City Council approves the corporation's annual budget. In the event of dissolution, title to all assets transfer to the City. The activities of the Lewisville Local Government Corporation are accounted for as a blended component unit and included with the non-major governmental funds. The Local Government Corporation is reported as a blended component unit since its governing body is substantially the same as the City's, and a financial benefit relationship exists.

- In November 2011, the City of Lewisville voters approved, in special election, the creation of the Lewisville Crime Control and Prevention District. The District was formed for the purpose of providing crime control and prevention programs derived from one-eighth cent sales tax within the City of Lewisville. Allowable under Chapter 363 of the Texas Local Government Code, the City Council appointed their own membership as the board of directors of the District. The City Council approves the district's annual budget. In the event of dissolution, title to all assets transfer to the City. The activities of the Lewisville Crime Control and Prevention District are accounted for as a blended component unit and included with the non-major governmental funds. The District is reported as a blended component unit since its governing body is the same as the City's, and a financial benefit relationship exists.

- In November 2011, the City of Lewisville voters approved, in special election, the creation of the Lewisville Fire Control, Prevention, and Emergency Medical Services District. The District was formed for the purpose of providing fire safety and emergency medical service programs derived from one-eighth cent sales tax within the City of Lewisville. Allowable under Chapter 344 of the Texas Local Government Code, the City Council appointed their own membership as the board of directors of the District. The City Council approves the district's annual budget. In the event of dissolution, title to all assets transfer to the City. The activities of the Lewisville Fire Control, Prevention, and Emergency Medical Services District are accounted for as a blended component unit and included with the non-major governmental funds. The District is reported as a blended component unit since its governing body is the same as the City's, and a financial benefit relationship exists.

- The City of Lewisville, in conjunction with Denton County, created the Tax Increment Reinvestment Zone Number 1 (TIRZ1), City of Lewisville, Texas, to provide additional financing resources to further enhance the redevelopment of the Old Town area of the City. The City Council appoints a board, and board members are removable by the City Council. The City Council approves the Zone's annual budget. In the event of dissolution, title of all assets transfer to the City. Financial statement information can be obtained by contacting the Lewisville Tax Increment Reinvestment Zone Number 1, P. O. Box 299002, Lewisville, Texas 75029. Prior to fiscal year 2024, TIRZ1 was reported as a discretely presented component unit, but is now considered a blended component unit and reported as a nonmajor governmental fund unit since its governing body is substantially the same as the City's, and a financial benefit relationship exists.

- The City of Lewisville, in conjunction with Denton County, created the Tax Increment Reinvestment Zone Number 2 (TIRZ2), City of Lewisville, Texas, to provide additional financing resources to pay for infrastructure costs to facilitate a mixed-use development project on approximately 427 acres at the intersection of I-35 and SH121. The City Council appoints five members of the board, and an additional two positions are reserved for appointment by other taxing units levying taxes within the Zone. The City Council may remove board members and approves the Zone's annual budget. Prior to fiscal year 2021, TIRZ2 was reported as a discretely presented component unit, but is now considered a blended component unit and reported as a nonmajor governmental fund unit since its governing body is substantially the same as the City's, and a financial benefit relationship exists.

- The City of Lewisville, in conjunction with Denton County, created the Tax Increment Reinvestment Zone Number 3 (TIRZ3), to provide additional financing resources to facilitate a mixed-use development project in Fresh Water Supply Districts 1G and 1H located in the Castle Hills development. Allowable under Chapter 311 of the Texas Tax Code, the City Council appoints a board, and board members are removable by Council. Positions One through Five on the Board of Directors shall be reserved for the City. Positions Six and Seven shall be reserved for County. The City approves the TIRZ3 annual budget. The Tax Investment Reinvestment Zone Number 3 is reported as a blended component unit since its governing body is substantially the same as the City's, and a financial benefit relationship exists.

- The City of Lewisville, in conjunction with Denton County, created the Tax Increment Reinvestment Zone Number 4 (TIRZ4), to pay for infrastructure costs and facilitate a mixed-use development project on approximately 277 acres in an area bounded by I-35E on the east, McGee Lane on the west, and the Kansas City Southern Railroad on the south. The City Council appoints a Board, and Board Members. Board Members are removable by the City Council. Positions One through Six on the Board of Directors shall be reserved for the City. Position Seven shall be reserved for Denton County. The City approves the TIRZ4 annual budget. The Tax Investment Reinvestment Zone Number 4 is reported as a blended component unit since its governing body is substantially the same as the City's, and a financial benefit relationship exists.

Discretely Presented Component Units

The following entities are accounted for as discretely presented component units since the services provided are not entirely or exclusively for the City.

- The Lewisville Housing Finance Corporation has been established to assist in evaluating housing needs within the City. The City Council appoints a board, and board members are removable by City Council. The City Council approves the Corporation's annual budget. In the event of dissolution, title to all assets transfer to the City. Financial statement information can be obtained by contacting the Lewisville Housing Finance Corporation, P.O. Box 299002, Lewisville, Texas 75029.

- The Lewisville Industrial Development Authority, Inc. has been established to assist in evaluating and considering approval of applications for financial participation by the Authority in commercial development projects. The City Council appoints a board, and board members are removable by City Council. The City Council approves the Authority's annual budget. In the event of dissolution, title to all assets transfer to the City. Financial statement information can be obtained by contacting the Lewisville Industrial Development Authority, P.O. Box 299002, Lewisville, Texas 75029.

- In September 2002, the City of Lewisville voters approved, in a special election, the creation of the Lewisville Parks and Library Development Corporation. The Corporation was formed for the purpose of funding public parks, recreation projects, and library projects from revenues derived from a one-quarter cent sales tax within the City of Lewisville. The City Council appoints a board, and board members are removable by the City Council. The City Council approves the Corporation's annual budget. In the event of dissolution, title of all assets transfer to the City. Financial statement information can be obtained by contacting the Lewisville Parks and Library Development Corporation, P. O. Box 299002, Lewisville, Texas 75029.

- The Lewisville Public Facility Corporation has been established to assist in financing, refinancing, or providing public facilities within the City. The City Council appoints a board, and board members are removable by City Council. The City Council approves the Authority's annual budget. In the event of dissolution, title to all assets transfer to the City. Financial statement information can be obtained by contacting the Lewisville Industrial Development Authority, P.O. Box 299002, Lewisville, Texas 75029.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the City and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund – The City's Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation and certificates of obligation debt of governmental funds.

General Capital Projects Fund – The General Capital Projects Fund is used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

The City reports the following non-major governmental funds:

Special Revenue Funds – The City's Special Revenue Funds are used to account for revenue sources that are legally restricted to expenditures for specified purposes. They include the Hotel/Motel Tax Fund, Recreation Activity Fund, Public, Education and Government (PEG) Programming Fund, Municipal Court Technology Fund, Municipal Court Security Fund, Truancy Prevention and Diversion Fund, Law Enforcement Officer Standard Education Fund (LEOSE), Waters Ridge Public Improvement District (PID) Fund, Asset Forfeiture-State Fund, Asset Forfeiture-Department of Justice Fund, Josey Lane PID Administrative Fund, Community Activities and Training Fund, Grants Fund, Lewisville Crime Control and Prevention District, Lewisville Fire Control, Prevention, and Emergency Medical Services District, and Lewisville Local Government Corporation.

Capital Projects Fund – Josey Lane PID CIP accounts for the acquisition and construction of major capital facilities financed by the Josey Lane Public Improvement District. The Tax Increment Reinvestment Zones Number 1, 2, 3 and 4 account for and provide additional funding resources to pay for infrastructure costs and to facilitate a mixed-use development project in Fresh Water Supply Districts 1G and 1H located in the Castle Hills area of the City. Castle Hills PID Capital Projects Fund accounts for the acquisition and construction of major capital facilities financed by the Castle Hills Public Improvement District.

The City reports the following major proprietary funds:

Water and Sewer Utility Enterprise Fund – This Enterprise Fund is used to account for operations of the City's sale of treated water and the disposal of sewage and solid waste for its citizens.

Stormwater Utility Enterprise Fund – This Enterprise Fund is used to account for the Drainage Utility fee revenue established in January 2018 to fund stormwater programs and infrastructure.

Additionally, the government reports the following fund types:

Internal Service Funds – The City's Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments within the City.

- *Maintenance and Replacement Fund* – The City's Maintenance and Replacement Fund provides fleet maintenance services for City departments and accounts for the purchase of vehicles and major equipment operated by the City. Departments pay semi-annual charges to provide funds for future replacement of capital outlay, as well as to reimburse the fund for current fleet repairs and maintenance.

- *Self-Insurance Risk Fund* – The City's Self-Insurance Risk Fund accounts for revenues from premium charges to the departments. Expenses include claim payments, administrative costs, and reinsurance premiums for workers' compensation, unemployment, and liability/property casualty programs.

- *Health Benefit Trust Fund* – The City's Health Benefit Fund accounts for revenues from premium charges to the departments, employee and retirees for insurance coverage. Expenses include claims payments, administrative costs, and reinsurance premiums for health and dental programs.

Fiduciary Fund – The City reports the following fiduciary activities.

- *Lewisville OPEB Liability Trust Fund* – The City's OPEB Liability Trust Fund accounts for the funding of postemployment healthcare benefits for retirees of the City and their dependents.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's water and sewer function and various other functions of the City and charges of the internal service funds to the water and sewer funds. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Enterprise Fund and of the City's Internal Service Funds are charges to customers for sales and services. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for Enterprise Funds and Internal Service Funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Cash, Investments, and Deposits

The government's cash is considered to be cash on hand and demand deposits. The City pools idle cash from all funds for the purpose of increasing income through coordinated investment activities. The City follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Interest earnings are allocated to the respective funds based upon each fund's relative balance in the pool.

Investments, except for the investment pools and U.S. Government Money Market Funds, for the City are reported at fair value. The investment pools operate in accordance with appropriate state laws and regulations and are reported at amortized cost. In accordance with GASB 72, *Fair Value Measurement and Application* Money Market Funds are exempt from fair value measurement.

E. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" or "interfund receivable/payable."

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

F. Property Taxes

Property taxes attach as an enforceable lien on property located in the City as of January 1. Taxes are levied on October 1 and are due and payable on or before January 31 of the following year.

The Denton County Tax Assessor/Collector's office bills and collects the City's property taxes. City property tax revenues are deferred when levied and are recognized as revenue when collected.

The statutes of the State of Texas do not prescribe a legal limit. However, Article XI, Section 5 of the Texas Constitution, applicable to cities of more than 5,000 population that have adopted a Home Rule charter, limits the ad valorem tax rate to $2.50 per $100 assessed valuation. For the fiscal year ended September 30, 2025, with a tax rate of $0.422435, the City had a tax margin of $2.077565 per $100 assessed valuation based upon the maximum rates described above.

G. Inventories of Supplies

Inventories of supplies are valued at weighted average cost and consist of warehouse supplies, postage and gasoline purchased by the City to use in its vehicles. The cost of the inventories is recorded as an expense when consumed rather than when purchased.

H. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid per the consumption method in the government-wide and fund financial statements. These items consist primarily of software support, training registration, subscriptions, and prepaid insurance.

I. Restricted Assets

Certain proceeds of Enterprise Fund Revenue Bonds and other amounts designated for capital improvements, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited by applicable bond covenants.

J. Property, Plant, and Equipment

Capital assets, which include property, plant, equipment and infrastructure assets, as well as right-to-use assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of $15,000 or more and an estimated useful life in excess of one year. All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are recorded at acquisition cost at the date of the donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

The City has established the Maintenance and Replacement Internal Service Fund to account for City-owned vehicles. Charges for use of the vehicle in the form of lease payments are made by the City departments to the Maintenance and Replacement Internal Service Fund to provide for future acquisitions and replacement.

Property, plant, and equipment of the City, is depreciated/amortized using the straight-line method over the following estimated useful lives:

Assets	Years
Water and sewer system	50
Infrastructure	30
Buildings	33
Other improvements	4-50
Machinery and equipment	3-50
Vehicles	2-20
Servers	3
Right-to-use –buildings	Lease term
Right-to-use–subscription assets	Subscription term

K. Compensated Absences

The City recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled (for example paid in cash to the employee or payment to an employee benefit account) during or upon separation from employment. Based on the criteria listed, the following types of leave qualify for liability recognition for compensated absences – vacation, sick leave, and comp time.

The City's policy permits employees to accumulate earned but unused vacation, compensatory time (comp time), and sick leave benefits. Sick leave accrues at a rate of 120 hours per year for employees working a 40-hour workweek and may accumulate up to a maximum of 1,600 hours. Sworn fire personnel working an average 56-hour workweek accrue sick leave at a rate of 180 hours per year and may accumulate up to a maximum of 2,400 hours. Upon separation from employment in good standing or retirement, employees working a 40-hour workweek are compensated for sick leave hours accrued in excess of 240 hours, up to a maximum payout of 720 hours. Commissioned fire personnel working an average 56-hour workweek are compensated for sick leave hours accrued in excess of 360 hours, up to a maximum payout of 1,080 hours.

Vacation benefits accrue as earned in the government-wide, proprietary fund, and component unit financial statements. In the governmental funds, a liability for compensated absences is reported only to the extent that the amounts have matured. The liability for compensated absences includes the estimated value of leave benefits expected to be paid upon separation from service or used as paid time off. The liability for compensated absences is reported as incurred in the government-wide and proprietary fund financial statements.

L. Long-Term Obligations

In the government-wide financial statements and proprietary fund statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight line method, which approximates the effective interest rate method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the reporting period in which they are incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums and discounts received on debt issuances are reported as other financing sources or uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

M. Pensions and Other Postemployment Benefits (OPEB)

For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Information regarding the City's Total Pension Liability is obtained from TMRS through reports prepared for the City by TMRS consulting actuary, Gabriel Roeder Smith & Company, in compliance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions.* The City uses a similar treatment for its OPEB liability, related deferred outflows and inflows of resources and OPEB expense. Information is obtained by the City's actuary, Lewis & Ellis, L.L.C., in compliance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

N. Leases

The City is a lessee for noncancellable leases of property and equipment. The City recognizes a lease liability, reported with long-term debt, and a right-to-use lease asset (lease asset), reported with other capital assets, in the government-wide financial statements. The City recognizes lease liabilities with an initial, individual value of $100,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or its useful life.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.
- Lease payments included in the measurement of the lease liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, purchase option price that the City is reasonably certain to exercise, lease incentives receivable from the lessor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The City monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

O. Subscription-Based Information Technology Arrangements (SBITAs)

The City has noncancellable contracts with SBITA vendors for the right to use information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets). The City recognizes a subscription liability, reported with long-term debt, and a right-to-use subscription asset (an intangible asset), reported with other capital assets, in the government-wide financial statements. The City recognizes subscription liabilities with an initial, individual value of $100,000 or more.

At the commencement of an SBITA, the City initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of SBITA payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for SBITA payments made at or before the SBITA commencement date, plus certain initial implementation costs. Subsequently, the subscription asset is amortized on a straight-line basis over the shorter of the subscription term or the useful life of the underlying IT assets.

Key estimates and judgments related to SBITAs include how the City determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, and (3) subscription payments.

- The City uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The subscription term includes the noncancellable period of the SBITA.
- Subscription payments included in the measurement of the subscription liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, termination penalties if the City is reasonably certain to exercise such options, subscription contract incentives receivable from the SBITA vendor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The City monitors changes in circumstances that would require a remeasurement of its SBITAs and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

P. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has the following items that qualify for reporting in this category.

- Deferred charge on refunding – A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- Pension/OPEB contributions after measurement date – These contributions are deferred and recognized as a reduction of the pension/OPEB liability in the following fiscal year.
- Difference in expected and actual pension/OPEB experience – This difference is deferred and recognized over the estimated average remaining service lives of all members determined as of the measurement date.
- Difference in projected and actual earnings on pension/OPEB assets – This difference is deferred and amortized over a closed five-year period.

In addition to liabilities, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has the following items that qualify for reporting in this category.

- Difference in expected and actual pension/OPEB experience – This difference is deferred and recognized over the estimated average remaining service lives of all members determined as of the measurement date.
- Difference in expected and actual OPEB assumptions/Changes in actuarial assumptions used to determine OPEB liability – This difference is deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.
- Deferred gain on refunding – A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

The City has final items which arise only at the governmental fund level. Revenues that have been billed but not yet collected and notes receivable from a component unit that are not yet due are reported as unavailable resources. These amounts are deferred and recognized as inflow of resources in the period that the amounts become available. Please see Note 13 for a listing of deferred inflows.

Q. Fund Equity

In the fund financial statements, governmental funds establish fund balance classifications that are comprised of a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of resources reported.

Fund balances classified as non-spendable represent amounts that are not in a spendable form (such as inventory). Fund balances classified as restricted are balances with constraints placed on the use of resources by creditors, grantors, contributors, or laws and regulations of other governments. Fund balances classified as committed can only be used for specific purposes pursuant to constraints imposed by the City Council through an ordinance. Assigned fund balances are constrained by the intent to be used for specific purposes but are neither restricted nor committed. Assignments are made by the City Manager or designee. Unassigned fund balance is available for any purpose but is only reported in the General Fund.

For the classification of Governmental Fund balances, the City considers an expenditure to be made from the most restrictive first when more than one classification is available.

For further details of the various fund balance classifications refer to Note 15.

R. Minimum Fund Balance Policy

The City Council has adopted a policy that the General Fund will maintain working capital resources at a minimum of 20% of operating expenditure budget and City Manager is authorized by the governing body to establish other funds' reserve balances as operations dictate.

S. Budgets

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted for the General, Hotel/Motel Tax Special Revenue, Recreation Activity Special Revenue, Waters Ridge Public Improvement District (PID) Special Revenue, Municipal Court Security Special Revenue, Municipal Court Technology Special Revenue, Asset Forfeiture-State Special Revenue, Asset Forfeiture-Department of Justice Special Revenue, Josey Lane PID Administrative Special Revenue, Community Activities and Training Special Revenue, Law Enforcement Officer Standards and Education Special Revenue, Truancy Prevention and Diversion Special Revenue, Grant Special Revenue, Lewisville Crime Control and Prevention District, Lewisville Fire Control, Prevention, and Emergency Medical Services District, Public, Education, and Government (PEG) Programming Fund, Debt Service, Water and Sewer Utility Enterprise, Self-Insurance Risk Internal Service, Health Benefits Trust Internal Service, Maintenance and Replacement Internal Service, Lewisville Parks and Library Development Corporation (4B Sales Tax), Lewisville OPEB Liability Trust, Old Town Tax Increment Reinvestment Zone 1 (Old Town), Tax Increment Reinvestment Zone 2 Funds, Tax Increment Reinvestment Zone 3 Funds, Tax Increment Reinvestment Zone 4 Funds, and Stormwater Utility Fund.

All annual appropriations lapse at fiscal year-end. Long range financial plans are adopted for all capital project funds with all capital project appropriation balances to roll forward.

The legal level of budgetary control is at the fund level. There was sufficient budget authority in the funds where the expenditures originated.

T. Implementation of New Accounting Standards

GASB Statement No. 101, *Compensated Absences* (GASB 101), improves the information needs of financial statements users by updating the recognition and measurement guidance for compensated absences under a unified model and amending certain previously required disclosures. The requirements of this statement are effective for reporting periods beginning after December 15, 2023, with earlier application encouraged. GASB 101 was implemented in the City's current fiscal year 2025 with no impact to the financial statements.

GASB Statement No. 102, *Certain Risk Disclosures* (GASB 102), improves financial reporting by providing users of financial statements with essential information regarding certain concentrations of constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact. The requirements of this statement are effective for reporting periods beginning after June 15, 2024, with earlier application encouraged. GASB 102 was implemented in the City's current fiscal year 2025 with no impact to the financial statements.

U. Recent Accounting Pronouncements

GASB Statement No. 103, *Financial Reporting Model Improvements* (GASB 103), improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This statement also addresses certain application issues. The requirements of this statement are effective for reporting periods beginning after June 15, 2025, with earlier application encouraged. GASB 103 will be implemented in the City's fiscal year 2026 financial statements and the impact has not yet been determined.

GASB Statement No. 104, *Disclosure of Certain Capital Assets* (GASB 104), establishes requirements for certain types of capital assets to be disclosed separately in the capital assets note disclosures. It also establishes requirements for capital assets held for sale, including additional disclosures for those capital assets. The requirements of this statement are effective for reporting periods beginning after June 15, 2025, with earlier application encouraged. GASB 104 will be implemented in the City's fiscal year 2026 financial statements and the impact has not yet been determined.

GASB Statement No. 105, *Subsequent Events* (GASB 105), improves financial reporting related to subsequent events by 1) clarifying the subsequent events time frame and the subsequent events that constitute recognized and non-recognized events and 2) specifies the information items that are required to be disclosed about subsequent events. The requirements of this statement are effective for reporting periods beginning after June 15, 2026, with earlier application encouraged. GASB 105 will be implemented in the City's fiscal year 2027 financial statements and the impact has not yet been determined.

2. CASH, INVESTMENTS, AND DEPOSITS

The City's primary government and component units pool their cash and investments together. The cash and investments as of September 30, 2025 consist of and are classified in the accompanying statement of net position for the primary government and discretely component units:

Primary Government:	
Cash	$ 5,570,473
Investments	299,915,126
Restricted cash	1,958,109
Restricted investments	114,278,466
Discretely Presented Component Units:	
Cash	432,712
Investments	25,253,817
Total cash and investments	$ 447,408,703
Cash on hand	$ 23,179
Cash Deposits with financial institutions	7,938,115
Investments	439,447,409
Total cash and investments	$ 447,408,703

At year end, the carrying amount of the cash deposits was $7,938,115 and the bank balance was $10,081,495. All bank balances, including the bank balance of the discretely presented component unit, were covered by Federal Depository Insurance, Federal Home Loan Bank letter of credit, or by collateral held by a third-party custodian. The custodian serves contractually as the City's agent.

Additionally, the City has an account under a safekeeping agreement with J.P. Morgan Chase Bank, NA. The U.S. Government Treasury and Agency investments clear via the Federal Reserve System through this account upon purchase, sale, or maturity. All assets in the account are held in the City's name.

The City is authorized to make direct investments in the following:

1. U.S. Treasury securities maturing in less than three years;
2. Short-term obligations of U.S. Government agencies, which are guaranteed by the full faith and credit of the United States of America as to principal and interest;
3. Repurchase agreements collateralized by U.S. Treasury or U.S. Government agency securities in accordance with a master repurchase agreement approved by the Investment Committee;
4. Direct or unconditionally guaranteed obligations of the State of Texas; and
5. Common trusts administered by Texas banks with assets consisting of all of the above except certificates of deposit.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. GASB Statement No. 72, *Fair Value Measurement and Application* provides a framework for measuring fair value which establishes a three-level fair value hierarchy that describes the inputs that are used to measure assets and liabilities.

- Level 1 inputs are quoted prices (unadjusted) for identical assets or liabilities in active markets that a government can access at the measurement date.
- Level 2 inputs are inputs—other than quoted prices included within Level 1—that are observable for an asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for an asset or liability.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. If a price for an identical asset or liability is not observable, a government should measure fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. If the fair value of an asset or a liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

The City has recurring fair value measurements as presented in the table below. The City's investment balances and weighted average maturity of such investments (excluding the OPEB Liability Trust) are as follows:

		Fair Value Measurements Using			
	September 30, 2025	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Percent of Total Investments	Weighted Average Maturity (Days)
Investments not Subject to Fair Value:					
Investment Pools:					
Texpool	$ 75,389,737	$ -	$ -	17.16%	34
Investments by Fair Value Level:					
U.S. Government Agency Securities:					
Federal Farm Credit Bank	160,310,703	-	160,310,703	36.48%	211
Federal Home Loan Bank	135,520,285	-	135,520,285	30.84%	175
Federal Home Loan Mortgage Corp	22,424,648	-	22,424,648	5.10%	28
Federal National Mortgage Assoc	27,746,891	-	27,746,891	6.31%	45
Federal Agricultural Mortgage Corp	10,914,187	-	10,914,187	2.48%	17
U.S. Treasury Bonds	7,140,958	7,140,958	-	1.62%	8
Total Value	**$ 439,447,409**	**$ 7,140,958**	**$ 356,916,714**		

Investment Pools are measured at amortized cost and are exempt for fair value reporting.

U.S. Government Agency Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

U.S. Treasury Bonds classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities.

Investments at September 30, 2025 consisted of U.S. Government securities held by the City's agent in the City's name. The carrying amount of these investments at September 30, 2025 was $364,057,678. At September 30, 2025, the City also had $75,389,737 invested with TexPool, an investment pool for state and local governments in Texas. The City's portfolio average yield, including TexPool, was 4.3307% in 2025.

The State Comptroller of Public Accounts exercises oversight responsibilities over TexPool, the Texas Local Government Investment Pool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The Advisory Board members review the investment policy and management fee structure. Finally, TexPool is rated AAAm by Standard & Poors. As a requirement to maintain the weekly rating portfolio, information must be submitted to Standard & Poors, as well as the office of the Comptroller of Public Accounts for review.

TexPool operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexPool uses amortized cost rather than market value to report net position to compute share prices. Accordingly, the fair value of the position in TexPool is the same as the value of TexPool shares.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment or a deposit. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investments with TexPool have maturities of less than one year or in U.S. government securities that are not highly sensitive to changes in interest rates. In accordance with its investment policy, the City further manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than one and one-half years.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization (NRSROs). All investment pools policies require a rating of AA or better from a nationally recognized rating agency. While State law allows investments in commercial paper and corporate bonds that meet rating guidelines issued by NRSROs, the City's policy further restricts investments purchases, aside from those managed by pools, to obligations of the United States or its agencies and instrumentalities; direct obligations of the State of Texas or its agencies and instrumentalities; and other obligations, the principal of and interest on which are unconditionally guaranteed or insured by, or backed by, the full faith and credit of the State of Texas or the United States or its agencies and instrumentalities. The City's investments in U.S. Government Agency securities (Federal Home Loan Bank, Federal National Mortgage Association, Federal Home Loan Mortgage Corporation, Federal Agricultural Mortgage Corporation, Federal Farm Credit Bank, and U.S. Treasury Bonds) are rated AA+ by Standard & Poors, and AAA and Aaa by Fitch and Moody's, respectively. The investment in Texas Local Government Pools (TexPool) carried a credit rating of AAAm by Standard and Poor's as of September 30, 2025.

Concentration of Credit Risk

In accordance with the City's investment policy, investments are issued or explicitly guaranteed by the U.S. Government or in external investment pools, which are not considered to provide a concentration of credit risk.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Public Funds Investment Act of Texas and the City's investment policy requires that a financial institution secure deposits made by state or local government entities by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the government unit). The market value of the pledged securities in the collateral pool must equal at least the bank balances less FDIC insurance at all times. The City's investment policy further limits exposure to custodial risk on investments through the use of third party safekeeping agreements, delivery versus payment, and limiting types of investments listed earlier in this note.

3. RECEIVABLES

Receivables as of year-end, including the applicable allowances for uncollectable accounts, are as follows:

	General	Debt Service	General Capital Projects	Other Governmental Funds	Total Governmental Funds
Receivables					
Property taxes	$ 612,799	$ 286,394	$ -	$ 3,964	$ 903,157
Franchise taxes	2,372,329	-	-	-	2,372,329
Sales taxes	7,465,353	-	-	1,855,950	9,321,303
Mixed drink taxes	81,340	-	-	-	81,340
Accounts	1,679,404	-	-	1,639,974	3,319,378
Unbilled trade accounts	303,908	-	-	-	303,908
Interest	347,990	5,903	1,051,424	237,016	1,642,333
Court	806,951	-	-	-	806,951
Other	374,031	-	-	-	374,031
Intergovernmental	-	-	31,603,651	-	31,603,651
Ambulance	2,262,148	-	-	-	2,262,148
Gross receivables	16,306,253	292,297	32,655,075	3,736,904	52,990,529
Less: allowance	(2,288,749)	(193,632)	-	-	(2,482,381)
Net total receivables	$ 14,017,504	$ 98,665	$ 32,655,075	$ 3,736,904	$ 50,508,148

	Water and Sewer	Stormwater	Internal Service	Total Proprietary Funds	Total All Funds
Receivables					
Property taxes	$ -	$ -	$ -	$ -	$ 903,157
Franchise taxes	-	-	-	-	2,372,329
Sales taxes	-	-	-	-	9,321,303
Mixed drink taxes	-	-	-	-	81,340
Accounts	2,734,160	325,997	3,759	3,063,916	6,383,294
Unbilled trade accounts	3,485,413	577,860	-	4,063,273	4,367,181
Interest	485,279	163,374	183,422	832,075	2,474,408
Court	-	-	-	-	806,951
Other	4,518	-	584,453	588,971	963,002
Intergovernmental	-	-	-	-	31,603,651
Ambulance	-	-	-	-	2,262,148
Gross receivables	6,709,370	1,067,231	771,634	8,548,235	61,538,764
Less: allowance	(191,533)	(78,351)	-	(269,884)	(2,752,265)
Net total receivables	$ 6,517,837	$ 988,880	$ 771,634	$ 8,278,351	$ 58,786,499

4. INTERFUND TRANSACTIONS

Interfund transactions and balances for the fiscal year 2025 were as follows:

Due to/from other funds

Receivable Fund	Payable Fund	Amount	Purpose
General	Internal Service	$ 80	Reclass expenditures
General	Nonmajor Governmental	377,383	Reclass expenditures
General	Nonmajor Governmental	325,353	Record receivables and expenditures
Internal Service	General	43	Record receivables and expenditures
Internal Service	Nonmajor Governmental	270	Reclass expenditures
Internal Service	Nonmajor Governmental	636	Record receivables and expenditures
Nonmajor Governmental	General	161,673	Reclass expenditures
Nonmajor Governmental	General	7,648	Reclass expenditures
Nonmajor Governmental	General	397	Record receivables and expenditures
Nonmajor Governmental	Internal Service	132	Reclass expenditures
Nonmajor Governmental	Nonmajor Governmental	4,931	Reclass expenditures
Stormwater	Nonmajor Governmental	33,701	Reclass expenditures
Water & Sewer	Nonmajor Governmental	26,481	Reclass expenditures
	Total	$ 938,728	

Interfund Transfers

Transfers In	Transfers Out	Amount	Purpose
General	Water & Sewer Utility	$ 6,101,369	Payments in lieu of taxes, franchise tax, and indirect cost reimbursement
General	Stormwater Utility	123,600	Indirect cost reimbursement
General	Nonmajor Governmental	271,024	Reclass of eligible funding, indirect cost reimbursement
General	Internal Service	2,000,000	Indirect cost reimbursement
General	General Capital Projects	4,939,542	Financing of capital improvements
General Capital Projects	Internal Service	200,000	Indirect cost reimbursement
General Capital Projects	Nonmajor Governmental	2,826,305	Indirect cost reimbursement
General Capital Projects	General	26,069,034	Indirect cost reimbursement
Nonmajor Governmental	General	287,826	Indirect cost reimbursement
Nonmajor Governmental	Nonmajor Governmental	30,772	Indirect cost reimbursement
Nonmajor Governmental	General Capital Projects	973,800	Indirect cost reimbursement
Debt Service	Nonmajor Governmental	2,526,439	Indirect cost reimbursement
Debt Service	Water & Sewer Utility	1,049,686	Debt related payments
Water & Sewer Utility	Stormwater Utility	123,600	Indirect cost reimbursement
Internal Service	General Capital Projects	3,839	Indirect cost reimbursement
		$ 47,526,836	

5. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2025 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental Activities:					
Governmental Funds					
Capital assets, not being depreciated/amortized:					
Land	$ 81,921,079	$ 1,732,417	$ -	$ -	$ 83,653,496
Construction in progress	296,822,365	105,193,952	(1,669,469)	(30,936,840)	369,410,008
Total capital assets, not being depreciated/amortized	378,743,444	106,926,369	(1,669,469)	(30,936,840)	453,063,504
Capital assets, being depreciated:					
Land improvements	422,636,655	6,011,404	(474,139)	2,600,000	430,773,920
Buildings	146,625,431	2,305,782	(2,280,650)	12,735,852	159,386,415
Other improvements	77,256,387	21,326	(204,869)	13,857,746	90,930,590
Machinery and equipment	36,188,672	773,888	(285,783)	1,743,242	38,420,019
Right to use - subscription asset	-	677,693	-	-	677,693
Total capital assets being depreciated/amortized	682,707,145	9,790,093	(3,245,441)	30,936,840	720,188,637
Accumulated depreciation/amortization:					
Land improvements	(219,327,176)	(13,014,333)	229,165	-	(232,112,344)
Buildings	(54,042,724)	(4,356,554)	96,379	-	(58,302,899)
Other improvements	(36,253,369)	(5,995,694)	143,046	-	(42,106,017)
Machinery and equipment	(31,763,269)	(1,889,300)	285,753	-	(33,366,816)
Right to use - subscription asset	-	(188,248)	-	-	(188,248)
Total accumulated depreciation/amortization	(341,386,538)	(25,444,129)	754,343	-	(366,076,324)
Total capital assets being depreciated/amortized, net	341,320,607	(15,654,036)	(2,491,098)	30,936,840	354,112,313
Total governmental funds capital assets, net	720,064,051	91,272,333	(4,160,567)	-	807,175,817
Internal service funds					
Capital assets, being depreciated/amortized:					
Other improvements	440,026	-	-	-	440,026
Machinery and equipment	27,101,608	1,747,444	(1,237,837)	-	27,611,215
Right to use asset - buildings	67,015	230,063	-	-	297,078
Total internal service assets being depreciated/amortized	27,608,649	1,977,507	(1,237,837)	-	28,348,319
Accumulated depreciation/amortization:					
Other improvements	(390,008)	(23,922)	-	-	(413,930)
Machinery and equipment	(21,962,474)	(1,782,592)	1,175,136	-	(22,569,930)
Right to use asset - buildings	(67,015)	(34,509)	-	-	(101,524)
Total accumulated depreciation/ amortization	(22,419,497)	(1,841,023)	1,175,136	-	(23,085,384)
Total internal services funds capital assets, net	5,189,152	136,484	(62,701)	-	5,262,935
Governmental activities capital assets, net	$ 725,253,203	$ 91,408,817	$ (4,223,268)	$ -	$ 812,438,752

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type activities:					
Capital assets, not being depreciated:					
Land	$ 2,502,137	$ -	$ -	$ -	$ 2,502,137
Construction in progress	76,999,355	18,047,044	(282,485)	(33,246,291)	61,517,623
Total capital assets, not being depreciated	79,501,492	18,047,044	(282,485)	(33,246,291)	64,019,760
Capital assets, being depreciated:					
Land improvements	6,001,436	-	-	-	6,001,436
Buildings	1,810,548	-	(8,000)	4,273,911	6,076,459
Other improvements	2,038,887	-	-	8,082,011	10,120,898
Water system	241,949,199	1,638,157	-	-	243,587,356
Sewer system	156,680,442	8,572,450	-	20,890,369	186,143,261
Stormwater system	28,049,789	1,356,139	-	-	29,405,928
Machinery and equipment	7,773,035	286,401	(1,316,658)	-	6,742,778
Total capital assets being depreciated	444,303,336	11,853,147	(1,324,658)	33,246,291	488,078,116
Accumulated depreciation:					
Land improvements	(826,463)	(242,369)	-	-	(1,068,832)
Buildings	(749,067)	(118,699)	8,000	-	(859,766)
Other improvements	(978,633)	(578,401)	-	-	(1,557,034)
Water system	(87,082,066)	(4,838,019)	-	-	(91,920,085)
Sewer system	(66,624,892)	(3,471,760)	-	-	(70,096,652)
Stormwater system	(1,943,481)	(594,834)	-	-	(2,538,315)
Machinery and equipment	(5,750,028)	(600,321)	1,316,658	-	(5,033,691)
Total accumulated depreciation	(163,954,630)	(10,444,403)	1,324,658	-	(173,074,375)
Business-type activities capital assets, net					
Total capital assets being depreciated, net	280,348,706	1,408,744	-	33,246,291	315,003,741
Total capital assets, net	$ 359,850,198	$ 19,455,788	$ (282,485)	$ -	$ 379,023,501

Depreciation and amortization expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	$ 9,765,177
Administration and legal	11,868
Finance	4,893,162
Community relations/tourism	52,571
Information technology	253,064
Police	1,006,109
Fire	611,081
Public services	6,954,014
Parks and recreation	1,879,410
Development services	17,673
Internal service funds	1,841,023
Total depreciation and amortization expense	$ 27,285,152
Business-type activities:	
Water and sewer	$ 9,844,937
Stormwater	599,466
Total depreciation expense	$ 10,444,403

Outstanding commitments at September 30, 2025 under authorized construction contracts were approximately $80.9 million. These outstanding commitments are to be financed by available cash and investment balances, which include proceeds from previous bond issuances.

6. EMPLOYEE RETIREMENT PLAN

Plan Description

The City participates as one of 938 plans in the defined benefit cash-balance plan administered by the Texas Municipal Retirement System (TMRS). TMRS is a statewide public retirement plan created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for employees of Texas participating cities. The TMRS Act places the general administration and management of TMRS with a six-member, Governor-appointed Board of Trustees; however, TMRS is not fiscally dependent on the State of Texas. TMRS issues a publicly available Annual Comprehensive Financial Report (Annual Report) that can be obtained at *tmrs.com*.

All eligible employees of the City are required to participate in TMRS.

Benefits Provided

TMRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS.

At retirement, the Member's benefit is calculated based on the sum of the Member's contributions, with interest, and the city-financed monetary credits with interest. The retiring Member may select one of seven monthly benefit payment options. Members may also choose to receive a portion of their benefit as a lump sum distribution in an amount equal to 12, 24 or 36 monthly payments, which cannot exceed 75% of the total Member contributions and interest.

At the date the plan began, the City granted monetary credits for service rendered before the plan began of a theoretical amount equal to two times what would have been contributed by the employee, with interest, prior to establishment of the plan. Monetary credits, also known as the matching ratio, are 200% of the employee's accumulated contributions and are only payable in the form of an annuity.

In addition, the City granted on annually repeating (automatic) basis a monetary credit referred to as an updated service credit (USC) which is a theoretical amount, which takes into account salary increases or plan improvements. If at any time during their career an employee earns a USC, this amount remains in their account earning interest at 5% until retirement. At retirement, the benefit is calculated as if the sum of the employee's accumulated contributions with interest and the employer match plus employer-financed monetary credits, such as USC, with interest were used to purchase an annuity.

The City elected to increase the annuities (annuity increases) of its retirees, either annually or on an annually repeating basis, effective January 1 of a calendar year. The City has adopted annuity increases at the rate of 70% of the increase (if any) in the Consumer Price Index—all Urban Consumers (CPI-U) between the December preceding the member's retirement date and the December one year before the effective date of the increase, minus any previously granted increases.

A summary of plan provisions for the City are as follows:

Employee deposit rate	7%
Matching ratio (City to employee)	2 to 1
Years required for vesting	5
Service retirement eligibility	20 years at any age, 5 years at age 60 and above
Updated Service Credit	75% Repeating
Annuity Increase to retirees	70% of CPI Repeating

The City does not participate in Social Security.

At the December 31, 2024 valuation and measurement date, the following employees were covered by the benefit terms:

Retirees or beneficiaries currently receiving benefits	614
Inactive employees entitled to but not yet receiving benefits	551
Active employees	877
	2,042

Contributions

Member contribution rates in TMRS are either 5%, 6% or 7% of the Member's total compensation, and the City matching percentages are either 100%, 150% or 200%, both as adopted by the governing body of the City. Under the state law governing TMRS, the contribution rate for each City is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The City's contribution rate is based on the liabilities created from the benefit plan options selected by the City and any changes in benefits or actual experience over time.

Employees for the City of Lewisville were required to contribute 7% of their annual compensation during the fiscal year. The contribution rates for the City were 18.05% and 17.57% in calendar years 2025 and 2024, respectively. The City's contributions to TMRS for the year ended September 30, 2025, were $14,865,670.

Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2024, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions:
The Total Pension Liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	2.75% per year, adjusted down for population declines, if any
Investment Rate of Return	6.75%, net of pension plan investment expense, including inflation

Salary increases are based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with 110% of the Public Safety table used for males and 100% of the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2019 Municipal Retirees of Texas mortality tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates for actives, healthy retirees and beneficiaries are projected on a fully generational basis by the most recent Scale MP-2021 to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees are used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate is applied, for males and females respectively, to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by the most recent Scale MP-2021 to account for future mortality improvements subject to the 3% floor.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2018 to December 31, 2022. The assumptions were adopted in 2023 and first used in the December 31, 2023, actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rates (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income to satisfy the short term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined by best estimate ranges of expected returns for each major asset class. The long-term expected rate of return is determined by weighting the expected return for each major asset class by the respective target asset allocation percentage. The target allocation and best estimates of the expected return for each major asset class in fiscal year 2025 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global Equity	35.0%	6.7%
Core Fixed Income	6.0%	4.7%
Non-Core Fixed Income	6.0%	8.0%
Hedge funds	5.0%	6.4%
Private equity	13.0%	8.5%
Private debt	13.0%	8.2%
Real Estate	12.0%	7.6%
Infrastructure	6.0%	6.0%
Other public and private markets	4.0%	7.3%
	100%	

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that Member and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive Members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at 12/31/2023	$ 427,708,878	$ 372,353,423	$ 55,355,455
Changes for the year			
Service cost	14,333,152	-	14,333,152
Interest	28,689,371	-	28,689,371
Difference between expected and actual experience	3,272,560	-	3,272,560
Changes in assumptions	-	-	-
Contributions-employer	-	13,913,444	(13,913,444)
Contributions-employee	-	5,543,208	(5,543,208)
Net investment income	-	38,693,687	(38,693,687)
Benefit payments, including refunds of employee contributions	(19,695,473)	(19,695,473)	-
Administrative expense	-	(248,129)	248,129
Other changes	-	(5,803)	5,803
Net changes	26,599,610	38,200,934	(11,601,324)
Balance at 12/31/2024	$ 454,308,488	$ 410,554,357	$ 43,754,131

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the Net Pension Liability of the City, calculated using the discount rate of 6.75%, as well as what the City's Net Pension Liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.75%) or 1 percentage point higher (7.75%) than the current rate:

	1% Decrease 5.75%	Current Single Rate Assumption 6.75%	1% Increase 7.75%
Primary Government	$ 106,340,603	$ 42,978,979	$ (8,945,901)
Component Unit	1,916,144	775,152	(161,196)
Total	$ 108,256,747	$ 43,754,131	$ (9,107,097)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in the Schedule of Changes in Fiduciary Net Position, by Participating City. That report may be obtained at trms.com.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2025, the City recognized pension expense of $15,331,460 related to the Primary Government. For the same period, the City recognized pension expense of $276,512 related to a component unit, Lewisville Parks and Library Development Corporation (LPLDC).

At September 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Primary Government		LPLDC	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions after measurement date	$ 11,252,081	$ -	$ 202,938	$ -
Difference in expected and actual pension experience	8,147,857	5,380,211	161,729	97,035
Difference in projected and actual earnings on pension assets	819,350	-	-	-
Total	$ 20,219,288	$ 5,380,211	$ 364,667	$ 97,035

$11,455,019 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability for the year ending September 30, 2026. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Measurement Year Ended Dec 31	Primary Government	LPLDC	Total Net Deferred Outflows (Inflows) of Resources
2025	$ 3,592,802	$ 64,799	$ 3,657,601
2026	6,778,722	122,259	6,900,981
2027	(4,484,119)	(80,874)	(4,564,993)
2028	(2,300,409)	(41,490)	(2,341,899)
Total	$ 3,586,996	$ 64,694	$ 3,651,690

7. COMMITMENTS AND CONTINGENCIES

Water Contract

The City purchases all of its raw water from the City of Dallas. The raw water rate for this contract during the fiscal year was $1.2231 per 1,000 gallons. The City of Dallas reserves the right and power during the term of this contract to set reasonable revised rates from time to time.

Legal

The City is a party to various lawsuits. Although the outcome of these lawsuits is presently not determinable, it is the opinion of the City's attorney that the resolution of these matters will not have a materially adverse effect on the financial condition of the City.

Grant Audit

The City receives federal and state grants for specific purposes that are subject to review and audit by federal and state agencies. Such audits could result in a request for reimbursement by the federal and state agencies for expenditures disallowed under the terms and conditions of the appropriate agreement. In the opinion of City management, such disallowances, if any, will not be significant to the City's financial position.

8. OTHER POSTEMPLOYMENT BENEFITS

The City provides $15,000 in life insurance upon retirement for employees with ten years of service with the City of Lewisville. Prior to October 1, 2013, the City purchased fully paid life insurance policies upon retirement for eligible employees. Beginning October 1, 2013, the City began purchasing life insurance through the City's group life insurance vendor. Premiums are now paid monthly for the coverage at a rate of $1.36 per $1,000 of coverage or $20.25 per month. The City had 242 eligible retirees in fiscal year 2024-25 resulting in an annual expenditure of $57,065.

Lewisville OPEB Liability Trust Fund

Plan Description—Plan Administration, Benefits Provided, Contributions, and Membership
The City established an irrevocable trust in 2008 for the systematic funding of postemployment health benefits (OPEB) as a single-employer, defined benefit plan. Plan assets may be used only for the payment or reimbursement of benefits provided to retirees, in accordance with the terms of the plan. The City Manager is the benefit administrator of the plan.

The City provides comprehensive group medical benefits for employees at retirement who meet the eligibility requirements for postretirement benefits. Eligibility requirements are (1) age 60 and 5 years of service with the City, or (2) 20 years of service with Texas Municipal Retirement System, the City's pension provider. Election must be made at time of retirement to remain in the plan. Continuation of coverage is subject to the payment of required contributions by participating retirees and dependents. The City contributes a fixed amount toward each retiree's monthly premium, based on the tenure with the City. The City's substantive plan places a zero percent (0%) cap on future contribution increases. The employee remains on the plan until age 65 when they are moved to a fully insured Medicare supplement plan. The City contributes a flat $50 per month toward the retiree's fully insured premium. The City did not make its required contribution of $81,900 in fiscal year 2025.

Management of the trust is vested with the City's Investment Committee, which consists of the Director of Finance, Fiscal Services Manager, an Assistant City Manager, and three other members designated by the City Manager.

At the September 30, 2025 measurement date, plan membership consisted of the following:

Inactive plan members (retirees) and beneficiaries currently receiving benefit payments	104
Active plan members	765
	869

Investments—Investment Policy and Directive
The City has established an investment policy and directive for the OPEB plan assets. The policy may be amended by the City Council by a majority vote at any time. The directive is more detailed and may be amended by the City Manager at any time. The directive's stated objective is to achieve long-term growth of trust assets by maximizing long-term rates of return on investments and minimizing risk of loss to fulfill the City's current and long-term OPEB obligations. An investment strategy is pursued that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The following is the adopted asset allocation table as of the measurement date, September 30, 2025:

Asset Class	Range Allocation	Target Allocation
Growth Assets		
Domestic Equity	26-46%	44%
International Equity	13-33%	21%
Other (ex. Real Estate)	0-12%	0%
Income Assets		
Fixed Income	30-40%	35%
Other	0-10%	0%
Inflation Hedged	0-10%	0%
		100%

Investments—Rate of Return
For the year ended September 30, 2025, the annual money-weighted rate of return on investments, net of investment expense, was 18.35 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net OPEB Asset of the City
The components of the net OPEB asset at the measurement date of September 30, 2025, were as follows:

Total OPEB liability	$ 15,582,145
Plan fiduciary net position	(16,355,259)
City's net OPEB liability (asset)	$ (773,114)
Plan fiduciary net position as a percentage of the total OPEB liability	-104.96%

Actuarial Assumptions
The total OPEB liability was determined by an actuarial valuation date of October 1, 2024 and a measurement date of September 30, 2025, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.40%
Salary Increases	3.00%, including inflation
Investment Rate of Return	7.0 percent, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	None assumed since the benefits provided are not subject to medical inflation

Mortality rates for general employees: PubG.H-2010 Employee, Retiree and Disabled Retiree, Generational with Projection Scale MP-2021 for males or females, as appropriate. Mortality rates for police and fire employees: PubS.H-2010 Employee, Retiree and Disabled Retiree, Generational with Projection Scale MP-2021 for males or females, as appropriate.

The long-term expected rate of return on OPEB plan investments was determined using the building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of returns by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of the geometric real rates of return for each major asset class are summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash & Equivalents	0.00%	0.00%
Equity- Domestic	44.00%	6.20%
Equity- International	21.00%	6.00%
Fixed Income	35.00%	1.80%
Real Estate	0.00%	N/A
Other	0.00%	N/A
Total	100.00%	4.62%

Discount Rate

The discount rate used to measure the total OPEB liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that service contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Changes in the Net OPEB (Asset) Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB (Asset) Liability (a) - (b)
Balance at 9/30/2024	$ 3,297,766	$ 4,868,150	$ (1,570,384)
Changes for the year			
Service cost	82,755	-	82,755
Interest	204,176	-	204,176
Change in benefit terms	12,434,320	-	12,434,320
Difference between expected and actual experience	490,562	-	490,562
Changes in assumptions	-	-	-
Contributions-employer	-	9,818,136	(9,818,136)
Net investment income	-	2,600,208	(2,600,208)
Benefit payments, including refunds of employee contributions	(927,434)	(927,434)	-
Other changes	-	(3,801)	3,801
Net changes	12,284,379	11,487,109	797,270
Balance at 9/30/2025	$ 15,582,145	$ 16,355,259	$ (773,114)

Sensitivity of the Net OPEB Asset to Changes in the Discount Rate

The following presents the net OPEB asset of the City, as well as what the City's net OPEB asset would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current discount rate:

	1% Decrease (6%)	Discount Rate (7%)	1% Increase (8%)
Net OPEB liability (asset)	$ 995,087	$ (773,114)	$ (2,518,572)

The net OPEB asset is shown below as it would be if it were calculated using healthcare cost trend rates 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Net OPEB liability (asset)	$ (2,698,031)	$ (773,114)	$ 1,290,564

For the year ended September 30, 2025, the City recognized OPEB expense of $11,492,618.

At September 30, 2025, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference in expected and actual OPEB experience	$ 438,430	$ 1,299,838
Changes in actuarial assumptions used to determine OPEB liability	323,717	678,503
Difference in projected and actual earnings on OPEB assets	-	1,175,966
Total	$ 762,147	$ 3,154,307

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Measurement Year Ended Sept 30	Net Deferred Outflows (Inflows) of Resources
2025	$ (527,595)
2026	(395,074)
2027	(661,683)
2028	(599,434)
2029	(209,754)
Thereafter	1,380
Total	$ (2,392,160)

The Lewisville OPEB Liability Trust Fund does not issue a separate financial report. Additional information can be found in the Required Supplement Information (RSI) and Financial (Fiduciary statements) Sections of this report.

9. COMPONENTS OF RESTRICTED ASSETS

Restricted assets reported in the Enterprise Funds statement of net position at September 30, 2025 are comprised of the following:

Deposits	$ 2,580,442
Money held in escrow	224,992
Revenue bond current debt service accounts	5,685,043
Revenue bond future debt service accounts	5,562,342
Revenue bond construction accounts	103,030,910
Total	$ 117,083,729

The related liabilities payable from restricted assets at September 30, 2025 are as follows:

Deposits	$ 2,580,442
Escrow payable	224,992
Accrued interest payable	650,413
Accounts, contracts, and retainage payable	1,053,115
Current maturities of bonds payable	8,165,000
Total	$ 12,673,962

The ordinance authorizing the Waterworks and Sewer System Revenue Bonds requires that the City establish a sinking fund (recorded in the revenue bond current debt service accounts) in an amount not less than the amount required to fully pay principal and interest payments as they come due. In addition, the ordinance requires that the City establish a reserve fund (recorded in the revenue bond future debt service accounts) to provide for payment of principal and interest in the event that other funds available for such purposes are insufficient. At September 30, 2025, the balances in both the sinking and reserve funds are sufficient to satisfy such bond ordinance requirements.

The ordinance further requires that the proceeds from the sale of the Revenue Bonds be expended for making improvements and extensions to the City's combined waterworks and sanitary sewer system. The proceeds are maintained in the revenue bond and capital projects construction accounts until such time as needed to fund the construction program.

The amount of net position restricted for revenue bond retirements is detailed as follows:

Revenue bond current debt service accounts	$ 5,685,043
Revenue bond future debt service accounts	5,562,342
	11,247,385
Less:	
Accrued interest payable	650,413
Restricted for revenue bond retirement	$ 10,596,972

10. DEFERRED COMPENSATION PLAN

The City offers its employees a choice between two deferred compensation plans (the Plan) created in accordance with Internal Revenue Code Section 457. One plan is administered, and investments managed by Nationwide Retirement Solutions (NRS) while another plan is administered by AIG Valic. The assets and liabilities amounted to $73,044,368 for Nationwide and $52,604,387 for AIG Valic at September 30, 2025. The plans include numerous types of investments as participants elect how their salary deferrals are invested. Investment options include the following: fixed annuities, variable annuities, and life insurance.

The Plan is available to all City employees and permit them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or an unforeseeable emergency.

All amounts of compensation deferred under the Plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in trust for the exclusive benefit of the participants and their beneficiaries.

It is the opinion of the City's management that the City has no liability for those losses under the Plan but does have the duty of due care that would be required of an ordinary prudent investor. The City provides limited administrative duties.

In accordance with GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a Supersession of GASB Statement No. 32*, the deferred compensation plans are not included in the financial statements of the City.

11. LONG TERM LIABILITIES

General Obligation Bonds

General Obligation Bonds are direct obligations and pledge the full faith and credit of the City. Bonds generally are issued as 16-year serial bonds, except for refunding issues, with level debt service requirements each year. General Obligation Bonds outstanding as of September 30, 2025 are as follows:

Purpose	Interest Rates	Governmental Activities Amount
General Government	0.95% - 5.00%	$ 314,520,000

General Obligation Bonds are authorized by a referendum election prior to issuance. The City's last elections that authorized the issuance of these bonds were held on May 4, 2024. The authorized and remaining balances as of September 30, 2025 are as follows:

Purpose	Date Authorized	Amount Authorized	Unissued Balance
Street Improvements	5/19/2025	$ 198,900,000	$ 189,720,000
Parks & Rec Improvements	5/19/2025	47,900,000	36,190,000
Fire Improvements	5/19/2025	6,700,000	3,870,000
Animal Shelter/Adoption Center	5/19/2025	9,900,000	-
Total		$ 263,400,000	$ 229,780,000

Certificates of Obligation

Certificates of Obligation are direct obligations of the City, payable from a combination of ad valorem taxes and a limited pledge of surplus revenues of the City's waterworks and sewer system. Certificates of Obligation outstanding as of September 30, 2025 are as follows:

Purpose	Interest Rates	Governmental Activities Amount
Fleet Building	1.50% - 4.50%	$ 11,855,000

In August 2025, the City of Lewisville issued $14,330,000 General Obligation Refunding and Improvement Bonds, Series 2025. Proceeds from the sale of issuance will be used to refund a portion of the City's outstanding debt and acquire, design, develop and construct infrastructure within the City. $6,415,000 of the proceeds, along with $408,836 of premium were deposited with an escrow agent to refund $5,045,000 of General Obligation Refunding Bonds, Series 2015 and $1,620,000 of General Obligation Refunding and Improvement Bonds, Series 2016. The difference between the new debt and old debt, $260,665, resulted in an economic gain of $234,597.

Annual debt service requirements to maturity for Government Activities General Obligation Bonds and Certificates of Obligation, including interest of $109,946,531 are as follows:

	Governmental Activities Bonds				
Year Ended	General Obligation Bonds		Certificates of Obligation		
September 30	Principal	Interest	Principal	Interest	Total
2026	$ 17,245,000	$ 11,747,180	$ 610,000	$ 261,725	$ 29,863,905
2027	15,685,000	11,035,088	630,000	242,881	27,592,969
2028	15,825,000	10,319,414	640,000	232,563	27,016,977
2029	16,965,000	9,589,349	660,000	212,513	27,426,862
2030	16,700,000	8,842,256	690,000	182,138	26,414,394
2031-2035	89,950,000	33,531,923	3,705,000	646,781	127,833,704
2036-2040	80,910,000	17,337,949	4,060,000	292,300	102,600,249
2041-2045	45,065,000	4,785,482	860,000	8,600	50,719,082
2046-2048	16,175,000	678,389	-	-	16,853,389
	$ 314,520,000	$ 107,867,030	$ 11,855,000	$2,079,501	$ 436,321,531

Revenue Bonds

The City also issues bonds where the City pledges income derived from acquired or constructed assets to pay debt service. Revenue Bonds outstanding, at September 30, 2025, are as follows:

Purpose	Interest Rates	Amount
Water supply and waste water treatment	2.00% - 5.00%	$ 112,910,000
Less-Current maturities payable from restricted assets		8,165,000
Long-term portion of revenue bonds		$ 104,745,000

Annual debt service requirements to maturity, for Business-type Activities Revenue Bonds and General Obligation Bonds, including interest of $33,207,786 are as follows:

Year Ended September 30	Business Type Activities Bonds Principal	Interest	Total
2026	$ 8,165,000	$ 4,787,989	$ 12,952,989
2027	8,765,000	4,187,998	12,952,998
2028	8,440,000	3,824,107	12,264,107
2029	8,495,000	3,458,260	11,953,260
2030	8,430,000	3,098,973	11,528,973
2031-2035	39,935,000	10,494,959	50,429,959
2036-2040	27,925,000	3,296,956	31,221,956
2041	2,755,000	58,544	2,813,544
	$ 112,910,000	$ 33,207,786	$ 146,117,786

In June 2025, the City of Lewisville issued $31,445,000 Waterworks and Sewer System Revenue Bonds, Series 2025. Proceeds from the sale of issuance will be used to construct, acquire and install improvements, additions and extensions to the City's waterworks and sewer system.

Changes in Long-Term Liabilities

Long-term liability activity for the year ended September 30, 2025 was as follows:

	Beginning Balance	Additions	Reductions	Refundings	Ending Balance	Due Within One Year
Governmental activities:						
General obligation bonds	$ 323,075,000	$ 14,330,000	$ (16,220,000)	$ (6,665,000)	$ 314,520,000	$ 17,245,000
Certificates of obligation	12,440,000	-	(585,000)	-	11,855,000	610,000
Premium	26,010,187	696,936	(1,597,631)	(1,862,048)	23,247,444	-
Leases	-	230,063	(34,509)	-	195,554	46,013
SBITA	-	677,693	(188,248)	-	489,445	225,898
Compensated absences*	13,194,453	1,529,039	-	-	14,723,492	9,502,383
Net pension liability	49,852,916	-	(10,801,005)	-	39,051,911	-
Net OPEB liability (asset)	(1,459,486)	-	755,761	-	(703,725)	-
Governmental activity long-term liabilities	$ 423,113,070	$ 17,463,731	$ (28,670,632)	$ (8,527,048)	$ 403,379,121	$ 27,629,294
Business type activities:						
Bonds payable	$ 89,245,000	$ 31,445,000	$ (7,780,000)	$ -	$ 112,910,000	$ 8,165,000
Premium	8,860,462	1,785,656	(798,251)	-	9,847,867	-
Discount	(27,704)	-	4,030	-	(23,674)	-
Compensated absences*	944,008	232,521	-	-	1,176,529	900,907
Net pension liability	4,726,259	-	(799,191)	-	3,927,068	-
Net OPEB liability (asset)	(110,898)	-	41,509	-	(69,389)	-
Business type activity long-term liabilities	$ 103,637,127	$ 33,463,177	$ (9,331,903)	$ -	$ 127,768,401	$ 9,065,907

*Compensated absences are reported as a net change for the year as allowed under the provisions of GASB 101, paragraph 30.

In general, the General fund has been used in prior years to liquidate other long-term liabilities for the governmental activities of the City.

Component Unit Bonded Indebtedness

On September 14, 2002 voters approved the imposition of an additional sales and use tax of one-quarter of one (0.25%) percent for parks and library purposes. The tax became effective on January 1, 2003 and collections began in March 2003. The sales tax is collected solely for the benefit of the Lewisville Parks and Library Development Corporation ("LPLDC" a non-profit corporation) established by the City to administer sales tax collections and projects.

The Lewisville Park and Library Development Corporation ("LPLDC") has entered into agreements to reimburse the City for annual debt service costs associated with a portion of the City's general obligation bond series 2015, 2018 and 2025. The outstanding obligations as of September 30, 2025, have been recorded as a non-current liability of the LPLDC in the amount of $6,809,000, and as a non-current asset of the governmental activities in the statement of net position.

Annual debt service requirements on the aforementioned debt are as follows:

Year Ended September 30	LPLDC - Note Payable		
	Principal	Interest	Total
2026	$ 859,000	$ 254,766	$ 1,113,766
2027	900,000	222,488	1,122,488
2028	950,000	184,788	1,134,788
2029	980,000	152,743	1,132,743
2030	1,015,000	118,443	1,133,443
2031-2032	2,105,000	102,281	2,207,281
	$ 6,809,000	$ 1,035,509	$ 7,844,509

A summary of changes in discretely presented component unit long-term debt follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
LPLDC activities:					
Notes payable:					
Notes payable to Primary Government	$ 7,715,000		$ (906,000)	$ 6,809,000	$ 859,000
Compensated absences*	67,915	18,586	-	86,501	55,731
Net pension liability	776,280	-	(1,128)	775,152	-
LPLDC activities total:	8,559,195	18,586	(907,128)	7,670,653	914,731
Component unit long-term liabilities	$ 8,559,195	$ 18,586	$ (907,128)	$ 7,670,653	$ 914,731

*Compensated absences are reported as a net change for the year as allowed under the provisions of GASB 101, paragraph 30.

12. RISK MANAGEMENT

The City established a limited risk management program for workers' compensation and healthcare coverage in 1988. Beginning September 1, 1990, liability and property and casualty risk funding was established within the Self-Insurance Risk Internal Service Fund. Life, accidental death and dismemberment and long-term disability coverage are fully insured but accounted for within the fund. Premiums are transferred into the Self-Insurance Risk Internal Service Fund from all other operating funds and are available to pay claims, claim reserves, reinsurance excess coverage premiums, and any other premiums or administrative costs associated with the programs. During FY 2024-25, a total of $2,306,217 was paid in life insurance and long-term disability premiums, reinsurance premiums, and administrative costs for workers' compensation, liability, and property/casualty claims. Workers' compensation liabilities include the reserve for unpaid claims and a calculated reserve for incurred but not reported claims. The workers' compensation reinsurance provided excess coverage of $500,000 per occurrence for all positions. The City has three open workers' compensation claims that have exceeded the specific retention and are being paid through the excess coverage.

During FY 2001-02, the City established a Health Benefit Trust under Chapter 172 of the Texas Local Government Code. Since the establishment of the Trust, premiums for healthcare have been transferred into the Trust from all other operating funds and are available to pay claims, claim reserves, reinsurance excess coverage premiums, and the administrative costs of the medical/dental plan. For the year beginning October 1, 2024, the healthcare reinsurance provided excess coverage (beyond $175,000 per occurrence) and an annual aggregate stop loss of approximately $12,868,986 per plan year limit. The healthcare liabilities include the reserve for unpaid claims and a calculated reserve for incurred but not reported claims. During FY 2024-25, total expenses for claims, reinsurance premiums, and administrative costs for healthcare amounted to $18,434,274.

Claims expenditures and liabilities are reported when it is probable that a loss has occurred, and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Claims liabilities are re-evaluated annually by an outside actuary who takes into consideration recently settled claims, the frequency of claims, and other economic and social factors.

Changes in the balances of claims liabilities for the years ended September 30, 2025 and 2024 are as follows:

	2025	2024
Claims payable, beginning of year	$ 2,550,000	$ 2,896,659
Incurred claims	24,975,484	7,588,884
Claims payments	(25,065,629)	(13,035,543)
Claims payable, end of year	$ 2,459,855	$ 2,550,000

13. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

Governmental funds report deferred inflows of resources in connection with receivables for revenue that is not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned (unearned revenue). At the end of the current fiscal year, the various components of unearned revenue and deferred inflows of resources reported in the governmental funds were as follows:

	General Fund	Debt Service Fund	General Capital Projects Fund	Nonmajor Governmental Funds	Total
Deferred inflows of resources:					
Property taxes	$ 198,483	$ 92,762	$ -	$ 3,963	$ 295,208
Court fines	241,630	-	-	-	241,630
Ambulance	1,187,385	-	-	-	1,187,385
Intergovernmental	-	-	30,082,686	739,904	30,822,590
Notes receivable from component unit	-	6,725,000	-	-	6,725,000
Other	65,857	-	-	173,600	239,457
Total	$ 1,693,355	$ 6,817,762	$ 30,082,686	$ 917,467	$ 39,511,270
Unearned revenue:					
Advance construction payment	-	-	19,832,635	-	19,832,635
Total	$ -	$ -	$ 19,832,635	$ -	$ 19,832,635

14. TAX ABATEMENTS

The City enters into economic development agreements authorized under Chapter 380 of the Texas Local Government Code and Chapter 312 of the Texas Tax Code. These agreements are planning tools designed to stimulate economic activity, redevelopment, community improvement, and provide a return on investment for the community. These programs abate or rebate property and/or sales taxes and may include other incentive payments such as fee reductions or construction costs reimbursements. Economic development agreements are considered on a case-by-case basis by the City Council and generally contain recapture provisions, which may require repayment or termination if recipients do not meet the required provisions of the economic incentives.

Tax Abatement Agreements

Chapter 312 of the Texas Tax Code allows the City to designate tax reinvestment zones and negotiate abatement agreements with applicants. These abatement agreements authorize the appraisal districts to reduce the assessed value of the taxpayer's property by a percentage specified in the agreement, and the taxpayer pays taxes on the lower assessed value during the term of the agreement. Recipients must submit compliance reports annually to continue to qualify for the abatement. Property taxes abated for the fiscal year ending September 30, 2025 totaled $439,826.

Other Economic Agreements

Chapter 380 of the Texas Local Government Code allows the City to provide grants for the purpose of promoting local economic development. These grants are based on a percentage of property and/or sales tax received by the City. For the fiscal year ending September 30, 2025, the City rebated $764,038 in property taxes and $314,157 in sales taxes.

15. FUND BALANCE CLASSIFICATIONS

The following fund balance classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Non Spendable Fund Balance
  This represents the portion of fund balance that is not in a spendable form (such as inventory or prepaid items) or is required to be maintained intact pursuant to legal or contractual requirements.

- Restricted Fund Balance
  This represents the portion of fund balance that is subject to externally enforceable legal restrictions. These restrictions are typically imposed by parties outside the government such as grantors, creditors, or other government entities through laws and regulations.

• Committed Fund Balance

This represents the portion of fund balance that is constrained by limitations that the governing body imposed upon itself at the highest level of decision making (City Council) and remains binding unless removed in the same manner. Any changes must take place before the end of the reporting period.

• Assigned Fund Balance

This portion of fund balance reflects the government's intended use of resources. Such intent would have to be established at either the highest level of decision making or by a body (committee) or official designated for that purpose. Amounts in excess of non-spendable, restricted, and committed fund balance in funds other than the General Fund would automatically be assigned here.

• Unassigned Fund Balance

Only the General Fund can have a positive "unassigned" fund balance. This balance represents any residual which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

A schedule of Governmental Fund Balances is provided as follows:

	GOVERNMENTAL FUNDS				
	General Fund	Debt Service Fund	General Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
FUND BALANCE:					
Non Spendable:					
Prepaid items	$ 1,564,382	$ 825	$ -	$ 217,199	$ 1,782,406
Spendable:					
Restricted for:					
Debt service	-	203,878	-	-	203,878
Capital projects - Streets & Drainage	-	-	40,562,482	6,898,795	47,461,277
Capital projects - Parks & Recreation	-	-	19,662,585	-	19,662,585
Capital projects - Other	-	-	11,331,345	949,999	12,281,344
Hotel/Motel Tax Fund	-	-	-	7,711,342	7,711,342
Grant Purposes	-	-	-	54,384	54,384
Waters Ridge PID Fund	-	-	-	246,766	246,766
Municipal Court Security Fund	-	-	-	219,465	219,465
Municipal Court Technology Fund	-	-	23,050	299,329	322,379
Police Forfeitures Fund (State)	-	-	9,015	250,773	259,788
LEOSE Fund	-	-	5,934,390	19,579	5,953,969
Police Forfeitures Fund (Federal)	-	-	-	640,637	640,637
Truancy Prevention and Diversion	-	-	-	211,588	211,588
PEG Programming Fund	-	-	-	1,035,016	1,035,016
Crime Control & Prevention District	-	-	776,243	3,416,648	4,192,891
Fire Control, Prevention, and Emergency Medical Services District	-	-	2,637,598	2,929,518	5,567,116
Josey Lane PID Assessment Fund	-	-	-	71,132	71,132
Subtotal - Restricted for:	-	203,878	80,936,708	24,954,971	106,095,557
Committed to:					
Capital projects - Streets	-	-	2,360,827	-	2,360,827
Recreation Fund	-	-	-	730,146	730,146
PEG Fund	-	-	50,032	-	50,032
Community Activities & Public Safety Training Fund	-	-	-	801,313	801,313
Lewisville Local Government Corporation	-	-	-	136,032	136,032
Subtotal - Committed to:	-	-	2,410,859	1,667,491	4,078,350
Assigned to:					
Capital projects - Streets & Other	-	-	32,683,635	-	32,683,635
Capital projects - Risk Management	-	-	140,537	-	140,537
Capital projects - Recreation	-	-	80,086	-	80,086
Other	1,061,502	-	-	-	1,061,502
Subtotal - Assigned to:	1,061,502	-	32,904,258	-	33,965,760
Unassigned:	45,042,637	-	-	-	45,042,637
TOTAL FUND BALANCES:	$ 47,668,521	$ 204,703	$ 116,251,825	$ 26,839,661	$ 190,964,710

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF LEWISVILLE, TEXAS
TEXAS MUNICIPAL RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
(PREVIOUS YEARS ARE NOT AVAILABLE)
(UNAUDITED)

	Measurement Year 2015	Measurement Year 2016	Measurement Year 2017	Measurement Year 2018
Total pension liability				
Service cost	$ 7,706,342	$ 8,246,818	$ 8,761,730	$ 9,119,297
Interest	17,422,312	17,846,679	18,842,323	20,010,736
Differences between expected and actual experience	(1,045,357)	(1,500,726)	1,067,084	746,411
Change in assumptions	(91,547)	-	-	-
Benefit payments, incl. refunds of employee contributions	(8,218,045)	(9,295,778)	(10,904,100)	(12,176,115)
Net change in total pension liability	15,773,705	15,296,993	17,767,037	17,700,329
Total pension liability - beginning	249,146,016	264,919,721	280,216,714	297,983,751
Total pension liability - ending	264,919,721	280,216,714	297,983,751	315,684,080
Plan fiduciary net position				
Contributions - employer	7,822,183	7,814,541	8,460,121	8,636,811
Contributions - employee	3,244,700	3,362,127	3,578,303	3,711,342
Net investment income	315,625	14,660,373	32,333,140	(7,985,912)
Benefit payments, incl. refunds of employee contributions	(8,218,045)	(9,295,778)	(10,904,100)	(12,176,115)
Administrative expense	(192,227)	(165,505)	(167,506)	(154,284)
Other	(9,494)	(8,918)	(8,490)	(8,061)
Net change in plan fiduciary net position	2,962,742	16,366,840	33,291,468	(7,976,219)
Plan fiduciary net position - beginning	213,879,443	216,842,185	233,209,025	266,500,493
Plan fiduciary net position - ending	216,842,185	233,209,025	266,500,493	258,524,274
Net pension liability - ending	$ 48,077,536	$ 47,007,689	$ 31,483,258	$ 57,159,806
Plan fiduciary net position as a percentage of total pension liability	81.85%	83.22%	89.43%	81.89%
Covered payroll	$ 46,340,001	$ 48,030,388	$ 51,118,609	$ 53,019,171
Net pension liability as a percentage of covered payroll	103.75%	97.87%	61.59%	107.81%

Note: Measurement year as of December 31

Measurement Year 2019	Measurement Year 2020	Measurement Year 2021	Measurement Year 2022	Measurement Year 2023	Measurement Year 2024
$ 9,949,488	$ 10,355,494	$ 10,584,157	$ 11,274,004	$ 12,906,451	$ 14,333,152
21,198,994	22,472,675	23,600,844	25,258,560	26,944,843	28,689,371
1,159,485	(1,471,857)	5,465,407	4,510,017	6,130,600	3,272,560
107,494	-	-	-	(1,954,840)	-
(13,199,309)	(14,298,930)	(15,215,108)	(15,658,049)	(18,095,622)	(19,695,473)
19,216,152	17,057,382	24,435,300	25,384,532	25,931,432	26,599,610
315,684,080	334,900,232	351,957,614	376,392,914	401,777,446	427,708,878
334,900,232	351,957,614	376,392,914	401,777,446	427,708,878	454,308,488
9,389,995	9,833,258	10,129,508	10,539,166	12,293,491	13,913,444
4,037,473	4,154,066	4,243,362	4,512,180	5,131,454	5,543,208
39,984,611	22,665,476	41,825,429	(26,396,461)	38,734,137	38,693,687
(13,199,309)	(14,298,930)	(15,215,108)	(15,658,049)	(18,095,622)	(19,695,473)
(225,834)	(146,616)	(193,447)	(228,346)	(246,321)	(248,129)
(6,784)	(5,720)	1,327	272,485	(1,722)	(5,803)
39,980,152	22,201,534	40,791,071	(26,959,025)	37,815,417	38,200,934
258,524,274	298,504,426	320,705,960	361,497,031	334,538,006	372,353,423
298,504,426	320,705,960	361,497,031	334,538,006	372,353,423	410,554,357
$ 36,395,806	$ 31,251,654	$ 14,895,883	$ 67,239,440	$ 55,355,455	$ 43,754,131
89.13%	91.12%	96.04%	83.26%	87.06%	90.37%
$ 57,678,189	$ 59,343,805	$ 60,619,456	$ 64,459,712	$ 73,248,780	$ 79,188,687
63.10%	52.66%	24.57%	104.31%	75.57%	55.25%

CITY OF LEWISVILLE, TEXAS
TEXAS MUNICIPAL RETIREMENT SYSTEM
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

EXHIBIT A-2

Fiscal Year	(1) Actuarially Determined Contribution	(2) Contribution in Relation to the actuarially Determined Contribution	(3) Contribution Excess (Deficiency) (2) - (1)	(4) Covered Payroll	(5) Actuarially Determined Contribution as a Percentage of Covered Payroll (1) / (4)	(6) Contributions as a Percentage of Covered Payroll (2) / (4)
2016	$ 7,769,882	$ 7,761,668	$ (8,214)	$ 47,287,476	16.43%	16.41%
2017	8,308,327	8,356,635	48,308	50,422,592	16.48%	16.57%
2018	8,580,357	8,556,309	(24,048)	52,450,171	16.36%	16.31%
2019	9,093,381	9,184,309	90,928	55,847,242	16.28%	16.45%
2020	9,887,746	9,895,836	8,090	59,958,415	16.49%	16.50%
2021	9,935,558	10,007,290	71,732	59,590,422	16.67%	16.79%
2022	10,790,240	10,450,948	(339,292)	65,626,623	16.44%	15.92%
2023	11,690,875	11,780,552	89,677	70,103,212	16.68%	16.80%
2024	12,293,491	12,283,723	(9,768)	73,248,870	16.78%	16.77%
2025	14,865,670	14,865,670	-	79,188,687	18.77%	18.77%

Notes to Schedules:

Valuation date: Actuarial determined contribution rates are calculated as of December 31st each year and become effective in January 13 months later.

Methods and assumptions used to determine contribution rate for 2024:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	21 Years (longest amortization ladder)
Asset Valuation Method	10 years smoothed market; 12% soft corridor
Inflation	2.50%
Salary Increases	3.60% to 11.85% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that vary by age. Last updated for the 2023 valuation pursuant to an experience study of the period ending 2022.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence). Pre-retirement: PUB(10) mortality tables, with the 110% of the Public Safety table used for males and the 100% of the General Employee table used for females. The rates are projected on a fully generational basis by most recent Scale MP-2021 (with immediate convergence).

Other Information:

There were no benefit changes during the year.

CITY OF LEWISVILLE, TEXAS
LEWISVILLE OPEB LIABILITY TRUST FUND
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
(PREVIOUS MEASUREMENT YEARS ARE NOT AVAILABLE)

EXHIBIT A-4

	2017	2018	2019	2020	2021	2022	2023	2024	2025
Total OPEB liability									
Service cost	$ 81,627	$ 82,038	$ 88,579	$ 94,562	$ 81,902	$ 81,902	$ 98,216	$ 101,162	$ 82,755
Interest	348,492	315,664	331,976	337,198	394,482	388,411	284,867	283,498	204,176
Changes in benefit terms	-	-	-	790,432	-	-	-	-	12,434,320
Differences between expected and actual experience	(602,997)	131,437	-	(173,742)	(435,103)	(472,341)	(54,872)	(1,063,163)	490,562
Change in assumptions	-	-	-	-	-	(1,216,999)	110,505	319,684	-
Benefit payments	(273,800)	(319,225)	(298,519)	(393,358)	(41,045)	(215,000)	(337,980)	(584,452)	(927,434)
Net change in total OPEB liability	(446,678)	209,914	122,036	655,092	236	(1,434,027)	100,736	(943,271)	12,284,379
Total OPEB liability - beginning	5,033,728	4,587,050	4,796,964	4,919,000	5,574,092	5,574,328	4,140,301	4,241,037	3,297,766
Total OPEB liability - ending	4,587,050	4,796,964	4,919,000	5,574,092	5,574,328	4,140,301	4,241,037	3,297,766	15,582,145
Plan fiduciary net position									
Contributions - employer	175,700	200,300	138,300	119,500	164,150	164,150	117,530	101,070	9,818,136
Net investment income	366,978	515,346	388,634	166,119	593,861	954,662	(1,156,502)	541,616	2,600,208
Benefit payments	(273,800)	(319,225)	(298,519)	(393,358)	(41,045)	(215,000)	(337,980)	(584,452)	(927,434)
Other	-	-	-	-	(45,591)	(30,903)	-	-	(3,801)
Net change in plan fiduciary net position	268,878	396,421	228,415	(107,739)	671,375	872,909	(1,376,952)	58,234	11,487,109
Plan fiduciary net position - beginning	3,856,609	4,125,487	4,521,908	4,750,323	4,642,584	5,313,959	6,186,868	4,809,916	4,868,150
Plan fiduciary net position - ending	4,125,487	4,521,908	4,750,323	4,642,584	5,313,959	6,186,868	4,809,916	4,868,150	16,355,259
Net OPEB liability (asset) - ending	$ 461,563	$ 275,056	$ 168,677	$ 931,508	$ 260,369	$ (2,046,567)	$ (568,879)	$ (1,570,384)	$ (773,114)
Plan fiduciary net position as a percentage of total OPEB liability	89.94%	94.27%	96.57%	83.29%	95.33%	149.43%	113.41%	147.62%	104.96%
Covered payroll	$ 47,287,476	$ 50,422,592	$ 52,450,171	$ 55,847,242	$ 59,958,415	$ 50,022,815	$ 51,523,499	$ 59,869,925	$ 66,047,338
Net OPEB liability (asset) as a percentage of covered payroll		0.55%	0.32%	1.67%	0.43%	-4.09%	-1.10%	-2.62%	-1.17%

Note:
Schedule will expand to include ten years of data per GASB74

CITY OF LEWISVILLE, TEXAS
LEWISVILLE OPEB LIABILITY TRUST FUND
SCHEDULE OF CONTRIBUTIONS AND INVESTMENT RETURNS
LAST TEN FISCAL YEARS

EXHIBIT A-5

Fiscal Year	(1) Actuarially Determined Contribution	(2) Contribution in Relation to the actuarially Determined Contribution	(3) Contribution Excess (Deficiency) (2) - (1)	(4) Covered Payroll	(6) Contributions as a Percentage of Covered Payroll (2) / (4)	Investment Returns
2017	$ 200,300	$ 200,300	-	$ 47,287,476	0.40%	12.35%
2018	138,300	138,300	-	50,422,592	0.26%	8.53%
2019	119,738	119,500	(238)	52,450,171	0.21%	8.53%
2020	119,520	119,520	-	55,847,242	0.20%	12.77%
2021	164,150	164,150	-	59,958,415	0.28%	18.34%
2022	117,530	117,530	-	50,022,815	0.20%	18.34%
2023	101,070	101,070	-	51,523,499	0.20%	18.28%
2024	104,100	-	(104,100)	59,869,925	0.00%	-18.77%
2025	81,900	9,818,136	9,736,236	66,047,338	14.87%	12.48%

Notes to Schedules:

Valuation date: Actuarial determined contribution is determined for the plan year that ends in the fiscal year.

Changes in benefit terms:

Effective 5/1/2025, retiree contributions were adjusted to be based on expected blended active/retiree and the City subsidies were adjusted.

Changes in assumptions:

2017 - 2021	Pri-2012 Total Dataset Headcount Weighted Employee and Retiree, Generational with MP-2020
2022 - 2025	PubG.H-2010 Employee, Retiree and Disabled for general employees. PubS.H-2010 Employee, Retiree, and Disabled for Public Safety employees. Generational with MP-2021.

Methods and assumptions used to determine contribution for 2025:

Actuarial cost method	Projected unit credit
Amortization method	Level dollar, open
Amortization period	30 Years
Asset valuation method	5-Year Smoothed Market Value
Inflation	2.40%
Healthcare cost trend rates	N/A
Salary increases	3.00%
Investment rate of return	7.00%, net of plan investment expenses, including inflation
Mortality table	PubG.H-2010 (general employees) and PubS.H-2010 (public safety) Employee, Retiree and Disabled Mortality Tables, with generational projection using Scale MP-2021
Retirement age	From the 2023 TMRS actuarial valuation

Other Information:

City Council approved the creation of the OPEB Liability Trust on September 8, 2008. Funding and inception of the plan began October 1, 2008.

Prior to 10/1/2010, the substantive plan provided that the City would increase its contribution amount up to two percent annually. For the two years prior to 10/1/2010 there were no increases in the City's annual contribution amount. Effective 10/1/2010, the substantive plan was amended to provide that the City would not increase its contribution in future years.

Prior to 2017, mortality tables used were RP2014, combined mortality, updated/projected for current valuation period; RP2000, combined mortality, updated for valuation period; or RP2000, combined mortality, with no "collar adjustments."

Prior to May 1, 2025, premium equivalents for pre-Medicare retiree medical coverage were developed based solely on retiree experience, resulting in no implicit subsidy. The City provided a fixed dollar subsidy toward retiree premiums based on tenure and retirement date, with retirees responsible for the remaining cost. For retirees prior to September 30, 2019, the plan provided for annual increases to the City subsidy of up to 2%; effective January 1, 2024, the subsidy was increased by 0.5% to 2.5%. For retirements on or after October 1, 2019, the plan was amended to provide an enhanced subsidy for pre-Medicare retirees with at least 20 years of service, with increases of up to 2.5% every five years. Retirees with fewer than of service were not eligible for a City subsidy.

Effective May 1, 2025, premium equivalents are based on the blended claims experience of both active employees and retirees, which results in an implicit subsidy for retirees that is borne by the City.

No changes were made to benefits for Medicare-eligible retirees. The City continues to provide an annual subsidy of $600 toward the cost of the Medicare Supplement plan. Spouses of retirees prior to August 1, 2008 are eligible for subsidized coverage, while spouses of retirees on or after that date are not eligible for a subsidy.

Retirees may continue dental and vision coverage at full cost with no City subsidy. The City also provides $15,000 in life insurance coverage for eligible retirees with at least 10 years of service. For retirements prior to 2014, the City purchased paid-up policies, eliminating related OPEB liability. For retirements beginning in 2014, retirees remain on the City's active life insurance policy and are included in the OPEB valuation.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for, and payment of, general obligation, and certificates of obligation principal, and interest indebtedness for general governmental resources.

CITY OF LEWISVILLE, TEXAS
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT B-1

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Property and other taxes	$ 23,952,116	$ 24,041,722	$ 24,041,722	$ -
Investment earnings	220,300	226,120	230,588	4,468
Miscellaneous	4,713,738	3,073,830	1,137,612	(1,936,218)
Total revenues	28,886,154	27,341,672	25,409,922	(1,931,750)
EXPENDITURES				
Debt service				
Principal	15,940,000	16,805,000	16,805,000	-
Interest and fiscal charges	11,403,458	12,511,768	12,511,518	250
Total expenditures	27,343,458	29,316,768	29,316,518	250
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,542,696	(1,975,096)	(3,906,596)	(1,931,500)
Other financing sources (uses)				
Transfers in	-	3,576,125	3,576,125	-
Premium (discount) on issuance of bonds	-	400,836	400,836	-
Issuance of refunding bonds	-	6,415,000	6,415,000	-
Payment to refunding bond escrow agent	-	(6,698,467)	(6,698,466)	1
Total other financing sources (uses)	-	3,693,494	3,693,495	1
NET CHANGE IN FUND BALANCES	1,542,696	1,718,398	(213,101)	(1,931,499)
FUND BALANCES, beginning	417,804	417,804	417,804	-
FUND BALANCES, ending	$ 1,960,500	$ 2,136,202	$ 204,703	$ (1,931,499)

Special Revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally or otherwise restricted to expenditures for particular purposes. The City has sixteen Special Revenue Funds as follows:

HOTEL/MOTEL TAX FUND
To account for tax revenue collected as a percentage of gross receipts for all temporary room rentals in all hotel and motel establishments within the City. Funds are expended to promote tourism and culture in the City.

RECREATION ACTIVITY FUND
To account for revenues collected from recreation users for specific events. Funds are expended on costs associated with the specific events' operations.

PEG PROGRAMMING FUND
To account for Public, Education and Government (PEG) programming fees received by cable franchise entities used for capital costs associated with PEG production.

MUNICIPAL COURT TECHNOLOGY FUND
To account for Municipal Court fees assessed to finance the purchase of technological enhancements for Municipal Court.

MUNICIPAL COURT SECURITY FUND
To account for Municipal Court fees assessed to provide for court security.

TRUANCY PREVENTION AND DIVERSION FUND
To account for Municipal Court fees used to fund a portion of the juvenile case manager position.

LAW ENFORCEMENT OFFICER STANDARD AND EDUCATION (LEOSE) FUND
To account for grant revenue received from the Comptroller's Office exclusively for the training of police officers. Uses can include materials, classes, registration costs, etc.

WATERS RIDGE PUBLIC IMPROVEMENT DISTRICT (PID) FUND
To account for activity for an area-specific purpose. Funds are expended on costs associated with district activity.

ASSET FORFEITURE – STATE FUND
To account for funds received under the Controlled Substances Act of the State of Texas with expenditures restricted to use solely in the investigation of any alleged violations of the criminal laws of the state and donations for the same purpose.

ASSET FORFEITURE – DEPARTMENT OF JUSTICE
To account for federally forfeited cash, property, proceeds, and any interest earned thereon received as part of the Federal Equitable Sharing Agreement between local law enforcement agencies and the Department of Justice for cooperating in investigations with respect to asset forfeiture and money laundering investigations and prosecutions.

JOSEY LANE PID ADMINISTRATIVE FUND
To account for special revenue for an area-specific purpose. Funds are expended on costs associated with the specified improvements.

COMMUNITY ACTIVITIES AND TRAINING FUND
To account for revenues related to special events, sponsorships, certain naming rights, community contributions, as well as revenues and donations associated with police and fire training.

GRANT FUND
To account for revenues derived from federal and state granting agencies. The funds are expended for grant-related purposes.

LEWISVILLE CRIME CONTROL AND PREVENTION DISTRICT
To account for one-eighth cent sales tax revenues to fund crime control and prevention programs.

LEWISVILLE FIRE CONTROL, PREVENTION, AND EMERGENCY MEDICAL SERVICES DISTRICT
To account for one-eighth cent sales tax revenues to fund fire safety and emergency medical service programs.

LEWISVILLE LOCAL GOVERNMENT CORPORATION FUND
To account for assistance efforts in economic development initiatives.

Additionally, six capital project funds are included as Non-Major Governmental Funds:

TAX INCREMENT REINVESTMENT ZONE NUMBER 1
To account for and provide additional financing resources to enhance the redevelopment of the Old Town area of the City.

TAX INCREMENT REINVESTMENT ZONE NUMBER 2
To account for and provide additional financing resources to pay for infrastructure costs to facilitate a mixed-use development project near the intersection of I-35E and SH-121.

TAX INCREMENT REINVESTMENT ZONE NUMBER 3
To account for and provide additional funding resources to pay for infrastructure costs to facilitate a mixed-use development project in the former Fresh Water Supply Districts 1G and 1H located in the Castle Hills Development.

TAX INCREMENT REINVESTMENT ZONE NUMBER 4
To account for and provide additional funding resources to pay for infrastructure costs and facilitate a mixed-use development project in an area bounded by I-35E, McGee Lane, and Kansas City Southern Railroad (The Northern Gateway).

JOSEY LANE PID CIP FUND
To account for special revenue for an area-specific purpose. Funds are expended on costs associated with the specified improvements.

CASTLE HILLS PID CAPITAL PROJECTS FUND
To account for the acquisition and construction of major capital facilities financed by the Castle Hills Public Improvement District.

CITY OF LEWISVILLE, TEXAS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2025

	Special Revenue Funds			
	Hotel/Motel Tax Fund	Recreation Activity Fund	PEG Programming Fund	Municipal Court Technology Fund
ASSETS				
Cash	$ 128,788	$ 12,631	$ 16,925	$ 7,042
Investments	7,516,271	737,171	987,791	310,449
Receivables (net of allowances for uncollectibles)				
Taxes	-	-	-	-
Accounts	215,579	-	22,357	-
Interest	67,514	6,652	7,943	2,665
Due from other funds	-	-	-	-
Prepaid items	38,664	-	-	2,553
Total assets	$ 7,966,816	$ 756,454	$ 1,035,016	$ 322,709
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts and contracts payable	$ 195,978	$ 23,945	$ -	$ 83
Accrued liabilities	20,832	2,363	-	-
Deposits payable	-	-	-	-
Money held in escrow	-	-	-	-
Due to other funds	-	-	-	20,744
Total liabilities	216,810	26,308	-	20,827
Deferred inflows of resources unavailable resources	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances				
Nonspendable	38,664	-	-	2,553
Restricted for other purposes				
Capital projects	-	-	-	-
Other purposes	7,711,342	-	1,035,016	299,329
Committed to other purposes	-	730,146	-	-
Total fund balances	7,750,006	730,146	1,035,016	301,882
Total liabilities, deferred inflows of resources, and fund balances	$ 7,966,816	$ 756,454	$ 1,035,016	$ 322,709

Special Revenue Funds							
Municipal Court Security Fund	Truancy Prevention and Diversion Fund	LEOSE Fund	Waters Ridge PID Fund	Asset Forfeiture-State Fund	Asset Forfeiture-Dept of Justice Fund	Josey Lane PID Administrative Fund
$ 3,708	$ 3,585	$ 327	$ 4,134	$ 21,612	$ 10,806	$ 1,260
216,398	209,236	19,100	241,290	241,409	630,659	73,522
-	-	-	-	-	-	159
-	-	-	-	-	-	-
1,731	1,664	152	1,935	-	4,583	-
-	-	-	-	-	-	-
1,975	200	-	-	-	6,790	-
$ 223,812	$ 214,685	$ 19,579	$ 247,359	$ 263,021	$ 652,838	$ 74,941
$ 2,372	$ 1,500	$ -	$ 593	$ 12,248	$ 5,411	$ 3,650
-	1,363	-	-	-	-	-
-	-	-	-	-	-	-
-	34	-	-	-	-	-
-	-	-	-	-	-	-
2,372	2,897	-	593	12,248	5,411	3,650
-	-	-	-	-	-	159
-	-	-	-	-	-	159
1,975	200	-	-	-	6,790	-
-	-	-	-	-	-	-
219,465	211,588	19,579	246,766	250,773	640,637	71,132
-	-	-	-	-	-	-
221,440	211,788	19,579	246,766	250,773	647,427	71,132
$ 223,812	$ 214,685	$ 19,579	$ 247,359	$ 263,021	$ 652,838	$ 74,941

CITY OF LEWISVILLE, TEXAS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2025

	Special Revenue Funds			
	Community Activities and Training Fund	Grants Fund	Lewisville Crime Control and Prevention District	Lewisville Fire Control, Prevention, and Emergency Medical Services District
ASSETS				
Cash	$ 15,049	$ 148	$ 43,812	$ 40,107
Investments	878,295	8,648	2,556,939	2,340,721
Receivables (net of allowances for uncollectibles)				
Taxes	-	-	928,112	927,838
Accounts	149,002	1,253,036	-	-
Interest	5,591	-	29,412	51,628
Due from other funds	-	174,781	-	-
Prepaid items	20,222	-	146,795	-
Total assets	$ 1,068,159	$ 1,436,613	$ 3,705,070	$ 3,360,294
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities				
Accounts and contracts payable	$ 38,028	$ 134,534	$ 21,025	$ 27,931
Accrued liabilities	2,896	51,623	120,602	111,002
Deposits payable	32,100	-	-	-
Money held in escrow	-	-	-	-
Due to other funds	-	456,168	-	291,843
Total liabilities	73,024	642,325	141,627	430,776
Deferred inflows of resources unavailable resources	173,600	739,904	-	-
Total deferred inflows of resources	173,600	739,904	-	-
Fund balances				
Nonspendable	20,222	-	146,795	-
Restricted for other purposes				
Capital projects	-	-	-	-
Other purposes	-	54,384	3,416,648	2,929,518
Committed to other purposes	801,313	-	-	-
Total fund balances	821,535	54,384	3,563,443	2,929,518
Total liabilities, deferred inflows of resources, and fund balances	$ 1,068,159	$ 1,436,613	$ 3,705,070	$ 3,360,294

Special Revenue Funds	Capital Projects Funds						
Lewisville Local Government Corporation	Tax Increment Reinvestment Zone #1	Tax Increment Reinvestment Zone #2	Tax Increment Reinvestment Zone #3	Tax Increment Reinvestment Zone #4	Josey Lane PID CIP	Castle Hills PID Capital Project	Total Nonmajor Governmental Funds
$ 2,274	$ 44,848	$ 6,197	$ 1,006	$ 47,181	$ 16,089	$ 16,004	$ 443,533
132,697	2,617,425	361,680	58,719	2,753,591	938,983	933,995	24,764,989
-	-	-	-	-	3,805	-	1,859,914
-	-	-	-	-	-	-	1,639,974
1,061	20,948	2,891	469	22,069	8,108	-	237,016
-	-	-	-	-	-	-	174,781
-	-	-	-	-	-	-	217,199
$ 136,032	$ 2,683,221	$ 370,768	$ 60,194	$ 2,822,841	$ 966,985	$ 949,999	$ 29,337,406
$ -	$ -	$ -	$ -	$ 1,410	$ -	$ -	$ 468,708
-	-	-	-	-	-	-	310,681
-	-	-	-	-	-	-	32,100
-	-	-	-	-	-	-	34
-	-	-	-	-	-	-	768,755
-	-	-	-	1,410	-	-	1,580,278
-	-	-	-	-	3,804	-	917,467
-	-	-	-	-	3,804	-	917,467
-	-	-	-	-	-	-	217,199
-	2,683,221	370,768	60,194	2,821,431	963,181	949,999	7,848,794
-	-	-	-	-	-	-	17,106,177
136,032	-	-	-	-	-	-	1,667,491
136,032	2,683,221	370,768	60,194	2,821,431	963,181	949,999	26,839,661
$ 136,032	$ 2,683,221	$ 370,768	$ 60,194	$ 2,822,841	$ 966,985	$ 949,999	$ 29,337,406

CITY OF LEWISVILLE, TEXAS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Special Revenue Funds			
	Hotel/Motel Tax Fund	Recreation Activity Fund	PEG Programming Fund	Municipal Court Technology Fund
REVENUES				
Property and other taxes	$ 2,807,960	$ -	$ 97,888	$ -
Intergovernmental	-	-	-	-
Recreation	-	398,912	-	-
Fines	-	-	-	45,047
Investment earnings	368,405	36,883	47,221	14,456
Contributions and donations	-	4,788	-	-
Miscellaneous	99	-	-	-
Total revenues	3,176,464	440,583	145,109	59,503
EXPENDITURES				
Current				
General government	1,222,738	-	384,264	-
Culture and recreation	1,069,733	322,640	-	-
Public safety	-	-	-	63,862
Public & development services	108,236	-	-	-
Capital outlay	-	-	-	-
Total expenditures	2,400,707	322,640	384,264	63,862
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	775,757	117,943	(239,155)	(4,359)
OTHER FINANCING SOURCES (USES)				
Transfers in	373,996	181,565	-	13,621
Transfers out	(212,383)	(11,611)	-	-
Total other financing sources (uses)	161,613	169,954	-	13,621
NET CHANGES IN FUND BALANCES	937,370	287,897	(239,155)	9,262
FUND BALANCES, beginning	6,812,636	442,249	1,274,171	292,620
FUND BALANCES, ending	$ 7,750,006	$ 730,146	$ 1,035,016	$ 301,882

Special Revenue Funds						
Municipal Court Security Fund	Truancy Prevention and Diversion Fund	LEOSE Fund	Waters Ridge PID Fund	Asset Forfeiture-State Fund	Asset Forfeiture-Dept of Justice Fund	Josey Lane PID - Administrative Fund
$ -	$ -	$ -	$ -	$ -	$ -	$ 54,833
-	-	20,414	-	65,582	220,265	-
-	-	-	-	-	-	-
54,813	56,737	-	-	-	-	-
9,608	9,075	828	10,783	-	26,167	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
64,421	65,812	21,242	10,783	65,582	246,432	54,833
-	-	-	10,898	-	-	19,505
-	-	-	-	-	-	-
43,132	49,474	15,942	-	80,103	54,675	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
43,132	49,474	15,942	10,898	80,103	54,675	19,505
21,289	16,338	5,300	(115)	(14,521)	191,757	35,328
-	-	-	-	-	3,750	-
-	-	-	-	-	-	(19,160)
-	-	-	-	-	3,750	(19,160)
21,289	16,338	5,300	(115)	(14,521)	195,507	16,168
200,151	195,450	14,279	246,881	265,294	451,920	54,964
$ 221,440	$ 211,788	$ 19,579	$ 246,766	$ 250,773	$ 647,427	$ 71,132

CITY OF LEWISVILLE, TEXAS
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Special Revenue Funds			
	Community Activities and Training Fund	Grants Fund	Lewisville Crime Control and Prevention District	Lewisville Fire Control, Prevention, and Emergency Medical Services District
REVENUES				
Property and other taxes	$ -	$ -	$ 5,426,630	$ 5,385,198
Intergovernmental	173,350	9,134,752	-	-
Recreation	440,237	-	-	-
Fines	-	-	-	-
Investment earnings	31,005	-	177,560	291,739
Contributions and donations	310,791	-	-	-
Miscellaneous	-	-	-	-
Total revenues	955,383	9,134,752	5,604,190	5,676,937
EXPENDITURES				
Current				
General government	-	1,674,789	256,250	94,464
Culture and recreation	835,600	12,389	-	-
Public safety	163,928	1,662,982	4,458,499	5,300,134
Public & development services	37,539	967,837	95,469	-
Capital outlay	-	5,042,646	-	285,315
Total expenditures	1,037,067	9,360,643	4,810,218	5,679,913
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(81,684)	(225,891)	793,972	(2,976)
OTHER FINANCING SOURCES (USES)				
Transfers in	41,434	283,003	24,267	351,602
Transfers out	-	(57,138)	(844,932)	(1,925,215)
Total other financing sources (uses)	41,434	225,865	(820,665)	(1,573,613)
NET CHANGES IN FUND BALANCES	(40,250)	(26)	(26,693)	(1,576,589)
FUND BALANCES, beginning	861,785	54,410	3,590,136	4,506,107
FUND BALANCES, ending	$ 821,535	$ 54,384	$ 3,563,443	$ 2,929,518

Special Revenue Funds	Capital Projects Funds						
Lewisville Local Government Corporation	Tax Increment Reinvestment Zone #1	Tax Increment Reinvestment Zone #2	Tax Increment Reinvestment Zone #3	Tax Increment Reinvestment Zone #4	Josey Lane PID CIP	Castle Hills PID Capital Project	Total Nonmajor Governmental Funds
$ -	$ 2,710,254	$ 1,399,288	$ 6,466,230	$ 1,338,538	$ 1,197,398	$ -	$ 26,884,217
-	-	-	-	-	-	-	9,614,363
-	-	-	-	-	-	-	839,149
-	-	-	-	-	-	-	156,597
5,890	107,138	22,750	60,603	117,153	44,664	-	1,381,928
-	-	-	-	-	-	-	315,579
-	-	-	-	-	-	-	99
5,890	2,817,392	1,422,038	6,526,833	1,455,691	1,242,062	-	39,191,932
-	-	-	-	1,975	-	-	3,664,883
-	763,675	-	4,854,617	35,105	-	-	7,893,759
-	-	-	-	-	-	-	11,892,731
-	-	1,400,000	-	-	-	-	2,609,081
-	393,742	-	-	-	503,544	871,789	7,097,036
-	1,157,417	1,400,000	4,854,617	37,080	503,544	871,789	33,157,490
5,890	1,659,975	22,038	1,672,216	1,418,611	738,518	(871,789)	6,034,442
-	-	-	-	-	19,160	-	1,292,398
-	(839,625)	-	(1,686,814)	-	(57,662)	-	(5,654,540)
-	(839,625)	-	(1,686,814)	-	(38,502)	-	(4,362,142)
5,890	820,350	22,038	(14,598)	1,418,611	700,016	(871,789)	1,672,300
130,142	1,862,871	348,730	74,792	1,402,820	263,165	1,821,788	25,167,361
$ 136,032	$ 2,683,221	$ 370,768	$ 60,194	$ 2,821,431	$ 963,181	$ 949,999	$ 26,839,661

CITY OF LEWISVILLE, TEXAS
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-3

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Property and other taxes	$ 2,693,598	$ 2,685,441	$ 2,807,960	$ 122,519
Investment earnings	182,917	363,357	368,405	5,048
Miscellaneous	-	-	99	99
Total revenues	2,876,515	3,048,798	3,176,464	127,666
EXPENDITURES				
Current				
General government				
General government	29,138	29,138	9,383	19,755
Community relations and tourism	1,550,167	1,264,124	1,213,355	50,769
Culture, parks, and recreation				
Parks and recreation	18,218	8,283	3,249	5,034
Arts and cultural events	999,944	1,069,232	1,066,484	2,748
Public and development services				
Development services	-	109,638	108,236	1,402
Total expenditures	2,597,467	2,480,415	2,400,707	79,708
EXCESS OF REVENUES OVER EXPENDITURES	279,048	568,383	775,757	207,374
OTHER FINANCING SOURCES (USES)				
Transfers in	-	373,996	373,996	-
Transfers out	-	(212,383)	(212,383)	-
Total other financing sources (uses)	-	161,613	161,613	-
NET CHANGE IN FUND BALANCES	279,048	729,996	937,370	207,374
FUND BALANCES, beginning	6,812,636	6,812,636	6,812,636	-
FUND BALANCES, ending	$ 7,091,684	$ 7,542,632	$ 7,750,006	$ 207,374

CITY OF LEWISVILLE, TEXAS
RECREATION ACTIVITY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-4

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Recreation	$ 487,701	$ 487,701	$ 398,912	$ (88,789)
Investment earnings	17,390	33,277	36,883	3,606
Contributions and donations	41,600	41,600	4,788	(36,812)
Total revenues	546,691	562,578	440,583	(121,995)
EXPENDITURES				
Current				
Culture and recreation				
Parks and leisure services	482,506	504,106	322,640	181,466
Total expenditures	482,506	504,106	322,640	181,466
EXCESS OF REVENUES OVER EXPENDITURES	64,185	58,472	117,943	59,471
OTHER FINANCING SOURCES (USES)				
Transfers in	-	181,565	181,565	-
Transfers out	(10,200)	(20,798)	(11,611)	9,187
Total other financing sources (uses)	(10,200)	160,767	169,954	9,187
NET CHANGE IN FUND BALANCES	53,985	219,239	287,897	68,658
FUND BALANCES, beginning	442,249	442,249	442,249	-
FUND BALANCES, ending	$ 496,234	$ 661,488	$ 730,146	$ 68,658

CITY OF LEWISVILLE, TEXAS
PEG PROGRAMMING SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-5

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues				
Property and other taxes	$ 173,758	$ 173,758	$ 97,888	$ (75,870)
Investment earnings	34,961	52,243	47,221	(5,022)
Total revenues	208,719	226,001	145,109	(80,892)
Expenditures				
Current				
General government				
Community relations/tourism	370,331	443,171	384,264	58,907
Total expenditures	370,331	443,171	384,264	58,907
NET CHANGE IN FUND BALANCES	(161,612)	(217,170)	(239,155)	(21,985)
FUND BALANCES, beginning	1,274,171	1,274,171	1,274,171	-
FUND BALANCES, ending	$ 1,112,559	$ 1,057,001	$ 1,035,016	$ (21,985)

CITY OF LEWISVILLE, TEXAS
MUNICIPAL COURT TECHNOLOGY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-6

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Fines	$ 49,000	$ 49,000	$ 45,047	$ (3,953)
Investment earnings	8,740	13,746	14,456	710
Total revenues	57,740	62,746	59,503	(3,243)
EXPENDITURES				
Current				
Public safety				
Municipal court	64,541	64,707	63,862	845
Total expenditures	64,541	64,707	63,862	845
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(6,801)	(1,961)	(4,359)	(2,398)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	13,621	13,621	-
Total other financing sources (uses)	-	13,621	13,621	-
NET CHANGE IN FUND BALANCES	(6,801)	11,660	9,262	(2,398)
FUND BALANCES, beginning	292,620	292,620	292,620	-
FUND BALANCES, ending	$ 285,819	$ 304,280	$ 301,882	$ (2,398)

CITY OF LEWISVILLE, TEXAS
MUNICIPAL COURT SECURITY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-7

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Fines	$ 60,000	$ 60,000	$ 54,813	$ (5,187)
Investment earnings	5,010	9,969	9,608	(361)
Total revenues	65,010	69,969	64,421	(5,548)
EXPENDITURES				
Current				
Public safety				
Municipal court	47,000	47,000	43,132	3,868
Total expenditures	47,000	47,000	43,132	3,868
NET CHANGE IN FUND BALANCES	18,010	22,969	21,289	(1,680)
FUND BALANCES, beginning	200,151	200,151	200,151	-
FUND BALANCES, ending	$ 218,161	$ 223,120	$ 221,440	$ (1,680)

CITY OF LEWISVILLE, TEXAS
TRUANCY PREVENTION AND DIVERSION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-8

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Fines	$ 60,900	$ 60,900	$ 56,737	$ (4,163)
Investment earnings	4,769	8,557	9,075	518
Total revenues	65,669	69,457	65,812	(3,645)
EXPENDITURES				
Current:				
Public safety				
Municipal court	49,871	49,871	49,474	397
Total expenditures	49,871	49,871	49,474	397
NET CHANGE IN FUND BALANCES	15,798	19,586	16,338	(3,248)
FUND BALANCES, beginning	195,450	195,450	195,450	-
FUND BALANCES, ending	$ 211,248	$ 215,036	$ 211,788	$ (3,248)

CITY OF LEWISVILLE, TEXAS EXHIBIT C-9
LAW ENFORCEMENT OFFICER STANDARDS AND EDUCATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ 16,000	$ 16,000	$ 20,414	$ 4,414
Investment earnings	-	699	828	129
Total revenues	16,000	16,699	21,242	4,543
EXPENDITURES				
Current				
Public safety				
Police	16,000	16,000	15,942	58
Total expenditures	16,000	16,000	15,942	58
NET CHANGES IN FUND BALANCES	-	699	5,300	4,601
FUND BALANCES, beginning	14,279	14,279	14,279	-
FUND BALANCES, ending	$ 14,279	$ 14,978	$ 19,579	$ 4,601

CITY OF LEWISVILLE, TEXAS
WATERS RIDGE PUBLIC IMPROVEMENT DISTRICT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-10

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Investment earnings	$ 7,029	$ 10,419	$ 10,783	$ 364
Total revenues	7,029	10,419	10,783	364
EXPENDITURES				
Current				
General government				
General government	14,178	14,178	10,898	3,280
Total expenditures	14,178	14,178	10,898	3,280
NET CHANGE IN FUND BALANCES	(7,149)	(3,759)	(115)	3,644
FUND BALANCES, beginning	246,881	246,881	246,881	-
FUND BALANCES, ending	$ 239,732	$ 243,122	$ 246,766	$ 3,644

CITY OF LEWISVILLE, TEXAS
ASSET FORFEITURE - STATE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-11

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ 110,000	$ 110,000	$ 65,582	$ (44,418)
Miscellaneous	1,000	1,000	-	(1,000)
Total revenues	111,000	111,000	65,582	(45,418)
EXPENDITURES				
Current				
Public safety				
Police	83,895	83,895	80,103	3,792
Total expenditures	83,895	83,895	80,103	3,792
NET CHANGE IN FUND BALANCES	27,105	27,105	(14,521)	(41,626)
FUND BALANCES, beginning	265,294	265,294	265,294	-
FUND BALANCES, ending	$ 292,399	$ 292,399	$ 250,773	$ (41,626)

CITY OF LEWISVILLE, TEXAS
ASSET FORFEITURE - DEPARTMENT OF JUSTICE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-12

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ 60,000	$ 60,000	$ 220,265	$ 160,265
Investment earnings	8,276	25,872	26,167	295
Total revenues	68,276	85,872	246,432	160,560
EXPENDITURES				
Current				
Public safety				
Police	61,230	64,765	54,675	10,090
Total expenditures	61,230	64,765	54,675	10,090
EXCESS OF REVENUES OVER EXPENDITURES	7,046	21,107	191,757	170,650
OTHER FINANCING SOURCES				
Transfers in	-	3,750	3,750	-
Total other financing sources	-	3,750	3,750	-
NET CHANGE IN FUND BALANCES	7,046	24,857	195,507	170,650
FUND BALANCES, beginning	451,920	451,920	451,920	-
FUND BALANCES, ending	$ 458,966	$ 476,777	$ 647,427	$ 170,650

CITY OF LEWISVILLE, TEXAS
JOSEY LANE PID ADMINISTRATIVE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-13

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Property and other taxes	$ 50,060	$ 50,060	$ 54,833	$ 4,773
Total revenues	50,060	50,060	54,833	4,773
EXPENDITURES				
Current				
General government				
General government	30,900	33,362	19,505	13,857
Total expenditures	30,900	33,362	19,505	13,857
EXCESS OF REVENUES OVER EXPENDITURES	19,160	16,698	35,328	18,630
OTHER FINANCING USES				
Transfers out	(19,160)	(19,160)	(19,160)	-
Total other financing uses	(19,160)	(19,160)	(19,160)	-
NET CHANGE IN FUND BALANCES	-	(2,462)	16,168	18,630
FUND BALANCES, beginning	54,964	54,964	54,964	-
FUND BALANCES, ending	$ 54,964	$ 52,502	$ 71,132	$ 18,630

CITY OF LEWISVILLE, TEXAS
COMMUNITY ACTIVITIES AND TRAINING SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-14

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual Amounts	(Negative)
REVENUES				
Intergovernmental	$ 170,749	$ 170,749	$ 173,350	$ 2,601
Recreation	468,274	468,274	440,237	(28,037)
Investment earnings	24,280	29,298	31,005	1,707
Contributions and donations	391,000	391,000	310,791	(80,209)
Total revenues	1,054,303	1,059,321	955,383	(103,938)
EXPENDITURES				
Current				
Culture and recreation				
Parks and leisure services	499,362	507,536	428,775	78,761
Arts and cultural events	402,250	413,244	406,825	6,419
Public safety				
Police	-	38,514	38,514	-
Fire	-	125,413	125,414	(1)
Public & development services				
Development services	57,000	67,689	37,539	30,150
Total expenditures	958,612	1,152,396	1,037,067	115,329
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	95,691	(93,075)	(81,684)	11,391
OTHER FINANCING SOURCES (USES)				
Transfers in	-	41,435	41,434	(1)
Total other financing sources (uses)	-	41,435	41,434	(1)
NET CHANGE IN FUND BALANCES	95,691	(51,640)	(40,250)	11,390
FUND BALANCES, beginning	861,785	861,785	861,785	-
FUND BALANCES, ending	$ 957,476	$ 810,145	$ 821,535	$ 11,390

CITY OF LEWISVILLE, TEXAS
GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-15

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Contributions and donations	$ 5,781,504	$ 15,371,083	$ 9,134,752	$ (6,236,331)
Total revenues	5,781,504	15,371,083	9,134,752	(6,236,331)
EXPENDITURES				
Current				
General government				
General government	-	2,169,251	1,635,587	533,664
Information technology services	-	39,202	39,202	-
Culture and recreation				
Parks and recreation	14,500	502,852	12,389	490,463
Public safety				
Police	150,000	196,910	193,728	3,182
Fire	2,983,176	3,075,488	1,469,254	1,606,234
Public & development services				
Development services	1,601,352	2,561,847	967,837	1,594,010
Capital outlay	1,275,000	6,603,788	5,042,646	1,561,142
Total expenditures	6,024,028	15,149,338	9,360,643	5,788,695
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(242,524)	221,745	(225,891)	(447,636)
OTHER FINANCING SOURCES (USES)				
Transfers in	283,003	283,003	283,003	-
Transfers out	(40,479)	(40,479)	(57,138)	(16,659)
Total other financing sources (uses)	242,524	242,524	225,865	(16,659)
NET CHANGE IN FUND BALANCES	-	464,269	(26)	(464,295)
FUND BALANCES, beginning	54,410	54,410	54,410	-
FUND BALANCES, ending	$ 54,410	$ 518,679	$ 54,384	$ (464,295)

CITY OF LEWISVILLE, TEXAS
LEWISVILLE CRIME CONTROL AND PREVENTION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-16

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Property and other taxes	$ 5,451,574	$ 5,451,574	$ 5,426,630	$ (24,944)
Investment earnings	170,887	227,035	177,560	(49,475)
Total revenues	5,622,461	5,678,609	5,604,190	(74,419)
EXPENDITURES				
Current				
General government				
Information technology services	278,254	278,286	256,250	22,036
Public safety				
Police	4,918,169	4,773,975	4,458,499	315,476
Public & development services				
Development services	95,475	95,475	95,469	6
Capital outlay	204,443	490,916	-	490,916
Total expenditures	5,496,341	5,638,652	4,810,218	828,434
EXCESS OF REVENUES OVER EXPENDITURES	126,120	39,957	793,972	754,015
OTHER FINANCING USES				
Transfers in	-	24,267	24,267	-
Transfers out	(844,932)	(844,932)	(844,932)	-
Total other financing uses	(844,932)	(820,665)	(820,665)	-
NET CHANGE IN FUND BALANCES	(718,812)	(780,708)	(26,693)	754,015
FUND BALANCES, beginning	3,590,136	3,590,136	3,590,136	-
FUND BALANCES, ending	$ 2,871,324	$ 2,809,428	$ 3,563,443	$ 754,015

CITY OF LEWISVILLE, TEXAS EXHIBIT C-17
LEWISVILLE FIRE CONTROL, PREVENTION AND EMERGENCY MEDICAL SERVICES DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Property and other taxes	$ 5,451,574	$ 5,451,574	$ 5,385,198	$ (66,376)
Investment earnings	353,434	328,498	291,739	(36,759)
Total revenues	5,805,008	5,780,072	5,676,937	(103,135)
EXPENDITURES				
Current				
General government				
Information technology services	116,886	116,886	94,464	22,422
Public safety				
Fire	7,072,178	5,269,116	5,300,134	(31,018)
Capital outlay	-	293,913	285,315	8,598
Total expenditures	7,189,064	5,679,915	5,679,913	2
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,384,056)	100,157	(2,976)	(103,133)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	351,602	351,602	-
Transfers out	(359,187)	(1,925,215)	(1,925,215)	-
Total other financing sources (uses)	(359,187)	(1,573,613)	(1,573,613)	-
NET CHANGE IN FUND BALANCES	(1,743,243)	(1,473,456)	(1,576,589)	(103,133)
FUND BALANCES, beginning	4,506,107	4,506,107	4,506,107	-
FUND BALANCES, ending	$ 2,762,864	$ 3,032,651	$ 2,929,518	$ (103,133)

CITY OF LEWISVILLE, TEXAS
LEWISVILLE TAX INCREMENT REINVESTMENT ZONE #1
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-18

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Property and other taxes	$ 2,710,254	$ 2,710,254	$ 2,710,254	$ -
Investment earnings	32,907	96,957	107,138	10,181
Total revenues	2,743,161	2,807,211	2,817,392	10,181
EXPENDITURES				
Current				
Culture, parks and recreation	943,675	848,675	763,675	85,000
Debt Service				
Principal	735,000	-	-	-
Interest and fiscal charges	104,625	-	-	-
Capital outlay	-	40,000	393,742	(353,742)
Total expenditures	1,783,300	888,675	1,157,417	(268,742)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	959,861	1,918,536	1,659,975	(258,561)
OTHER FINANCING USES				
Transfers out	(600,000)	(1,534,625)	(839,625)	695,000
Total other financing uses	(600,000)	(1,534,625)	(839,625)	695,000
NET CHANGE IN FUND BALANCES	359,861	383,911	820,350	436,439
FUND BALANCES, beginning	1,862,871	1,862,871	1,862,871	-
FUND BALANCES, ending	$ 2,222,732	$ 2,246,782	$ 2,683,221	$ 436,439

CITY OF LEWISVILLE, TEXAS
LEWISVILLE TAX INCREMENT REINVESTMENT ZONE #2
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-19

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Property and other taxes	$ 1,399,288	$ 1,399,288	$ 1,399,288	$ -
Investment earnings	27,136	30,263	22,750	(7,513)
Total revenues	1,426,424	1,429,551	1,422,038	(7,513)
EXPENDITURES				
Current				
Public & development services				
Development services	1,410,000	1,410,000	1,400,000	10,000
Total expenditures	1,410,000	1,410,000	1,400,000	10,000
NET CHANGE IN FUND BALANCES	16,424	19,551	22,038	2,487
FUND BALANCES, beginning	348,730	348,730	348,730	-
FUND BALANCES, ending	$ 365,154	$ 368,281	$ 370,768	$ 2,487

CITY OF LEWISVILLE, TEXAS
LEWISVILLE TAX INCREMENT REINVESTMENT ZONE #3
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-20

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Property and other taxes	$ 6,466,230	$ 6,466,230	$ 6,466,230	$ -
Investment earnings	37,004	67,139	60,603	(6,536)
Total revenues	6,503,234	6,533,369	6,526,833	(6,536)
EXPENDITURES				
Culture, parks and recreation	4,810,000	4,884,075	4,854,617	29,458
Debt Service				
Interest and fiscal charges	1,686,814	-	-	-
Total expenditures	6,496,814	4,884,075	4,854,617	29,458
EXCESS OF REVENUES OVER EXPENDITURES	6,420	1,649,294	1,672,216	22,922
OTHER FINANCING USES				
Transfers out	-	(1,686,814)	(1,686,814)	-
Total other financing uses	-	(1,686,814)	(1,686,814)	-
NET CHANGE IN FUND BALANCES	6,420	(37,520)	(14,598)	22,922
FUND BALANCES, beginning	74,792	74,792	74,792	-
FUND BALANCES, ending	$ 81,212	$ 37,272	$ 60,194	$ 22,922

CITY OF LEWISVILLE, TEXAS
LEWISVILLE TAX INCREMENT REINVESTMENT ZONE #4
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT C-21

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES				
Property and other taxes	$ 927,109	$ 1,338,538	$ 1,338,538	$ -
Investment earnings	23,766	123,205	117,153	(6,052)
Total revenues	950,875	1,461,743	1,455,691	(6,052)
EXPENDITURES				
General government	10,000	10,262	1,975	8,287
Culture, parks and recreation	42,250	50,010	35,105	14,905
Total expenditures	52,250	60,272	37,080	23,192
EXCESS OF REVENUES OVER EXPENDITURES	898,625	1,401,471	1,418,611	17,140
NET CHANGE IN FUND BALANCES	898,625	1,401,471	1,418,611	17,140
FUND BALANCES, beginning	1,402,820	1,402,820	1,402,820	-
FUND BALANCES, ending	$ 2,301,445	$ 2,804,291	$ 2,821,431	$ 17,140

Internal Service funds are used to account for the financing of goods or services provided by one department to other departments within the City, on a user charge basis.

MAINTENANCE AND REPLACEMENT FUND
To provide for fleet maintenance services for City departments and account for the purchase of vehicles, major equipment, computers, and servers for the City. Departments pay monthly charges to provide the funds for future replacement of these capital assets, as well as reimburse fund for current fleet repairs and maintenance and certain technology services.

SELF-INSURANCE RISK FUND
To account for the funds accumulated for defined risk of workers' compensation, unemployment and liability/property casualty programs. Revenues are from premiums charged to departments, and funds are disbursed accordingly to program expenses such as claim payments, administrative costs and reinsurance premiums.

HEALTH BENEFIT TRUST
To account for the funds accumulated from premium charges to departments and employees for health and dental coverage programs. Expenses include claim payments, administrative costs, and reinsurance premiums.

CITY OF LEWISVILLE, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

EXHIBIT D-1

	Maintenance and Replacement Fund	Self-Insurance Risk Fund	Health Benefit Trust Fund	Total Internal Service Funds
ASSETS				
Current assets				
Cash	$ 186,165	$ 148,221	$ 431,148	$ 765,534
Investments	10,864,874	7,191,719	4,560,824	22,617,417
Receivables (net of allowance for uncollectibles)				
Accounts	-	-	3,759	3,759
Interest receivable	86,046	57,755	39,621	183,422
Other	-	-	584,453	584,453
Due from other funds	-	-	949	949
Inventory of supplies, at cost	331,608	-	-	331,608
Prepaid items	275,411	-	-	275,411
Total current assets	11,744,104	7,397,695	5,620,754	24,762,553
Noncurrent assets				
Capital assets				
Other improvements	-	440,026	-	440,026
Machinery and equipment	3,851,352	448,987	-	4,300,339
Motor vehicles	23,310,876	-	-	23,310,876
Right-to-use assets	-	-	297,078	297,078
Less accumulated depreciation/amortization	(22,209,815)	(774,045)	(101,524)	(23,085,384)
Total noncurrent assets	4,952,413	114,968	195,554	5,262,935
Total assets	16,696,517	7,512,663	5,816,308	30,025,488
LIABILITIES				
Current liabilities				
Current liabilities payable from restricted assets				
Accounts payable	133,272	16,651	117,042	266,965
Incurred but not reported claim reserve	-	1,338,260	1,121,595	2,459,855
Accrued liabilities	27,904	-	8,780	36,684
Due to other funds	-	-	212	212
Lease liability	-	-	46,013	46,013
Compensated absences	102,464	-	-	102,464
Total current liabilities	263,640	1,354,911	1,293,642	2,912,193
Noncurrent liabilities				
Compensated absences	31,347	-	-	31,347
Lease liability	-	-	149,541	149,541
Total noncurrent liabilities	31,347	-	149,541	180,888
Total liabilities	294,987	1,354,911	1,443,183	3,093,081
NET POSITION				
Net investment in capital assets	4,952,413	114,968	195,554	5,262,935
Unrestricted	11,449,117	6,042,784	4,177,571	21,669,472
Total net position	$ 16,401,530	$ 6,157,752	$ 4,373,125	$ 26,932,407

CITY OF LEWISVILLE, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT D-2

	Maintenance and Replacement Fund	Self-Insurance Risk Fund	Health Benefit Trust Fund	Total Internal Service Funds
OPERATING REVENUES				
Charges for sales and services	$ 7,045,464	$ 4,747,470	$ 13,322,886	$ 25,115,820
Miscellaneous	512	-	591,789	592,301
Total operating revenues	7,045,976	4,747,470	13,914,675	25,708,121
OPERATING EXPENSES				
Cost of sales and services, net of reimbursements	1,632,407	2,097,666	14,949,507	18,679,580
Personal services and administrative	1,590,481	4,667,424	3,450,258	9,708,163
Depreciation and amortization	1,761,375	45,139	34,509	1,841,023
Total operating expenses	4,984,263	6,810,229	18,434,274	30,228,766
Operating income (loss)	2,061,713	(2,062,759)	(4,519,599)	(4,520,645)
NONOPERATING REVENUES				
Investment earnings	508,810	350,061	361,798	1,220,669
Gain on disposal of capital assets	71,397	-	-	71,397
Total nonoperating revenues	580,207	350,061	361,798	1,292,066
Income (loss) before transfers and contributions	2,641,920	(1,712,698)	(4,157,801)	(3,228,579)
TRANSFERS AND CAPITAL CONTRIBUTIONS				
Transfers in	-	3,839	-	3,839
Transfers out	-	(2,200,000)	-	(2,200,000)
Total transfers and capital contributions	-	(2,196,161)	-	(2,196,161)
CHANGE IN NET POSITION	2,641,920	(3,908,859)	(4,157,801)	(5,424,740)
NET POSITION, beginning	13,759,610	10,066,611	8,530,926	32,357,147
NET POSITION, ending	$ 16,401,530	$ 6,157,752	$ 4,373,125	$ 26,932,407

CITY OF LEWISVILLE, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT D-3

	Maintenance and Replacement Fund	Self-Insurance Risk Fund	Health Benefit Trust Fund	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from transactions with other funds	$ 7,019,044	$ 4,771,180	$ 12,765,428	$ 24,555,652
Cash paid to employees for services	(1,526,791)	-	-	(1,526,791)
Cash paid for goods and services	(1,919,638)	(4,667,424)	(3,254,703)	(9,841,765)
Cash paid for claims	-	(2,399,144)	(14,886,587)	(17,285,731)
Cash received for miscellaneous items	512	-	591,789	592,301
Net cash provided by (used in) operating activities	3,573,127	(2,295,388)	(4,784,073)	(3,506,334)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers out to other funds	-	(2,200,000)	-	(2,200,000)
Transfers in from other funds	-	3,839	-	3,839
Net cash used in noncapital financing activities	-	(2,196,161)	-	(2,196,161)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	(1,684,743)	-	(230,063)	(1,914,806)
Proceeds from the sale of equipment	71,397	-	-	71,397
Net cash used in capital and related financing activities	(1,613,346)	-	(230,063)	(1,843,409)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investments	(7,918,443)	(5,241,404)	(3,323,989)	(16,483,836)
Proceeds from sale and maturities of investments	5,490,113	9,311,354	7,896,520	22,697,987
Interest received	508,810	350,061	361,798	1,220,669
Net cash provided by (used in) investing activities	(1,919,520)	4,420,011	4,934,329	7,434,820
NET INCREASE (DECREASE) IN CASH	40,261	(71,538)	(79,807)	(111,084)
CASH, beginning of year	145,904	219,759	510,955	876,618
CASH, end of year	$ 186,165	$ 148,221	$ 431,148	$ 765,534
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating income (loss)	$ 2,061,713	$ (2,062,759)	$ (4,519,599)	$ (4,520,645)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities				
Depreciation and amortization	1,761,375	45,139	34,509	1,841,023
Change in assets and liabilities				
(Increase) decrease in accounts receivable	(26,420)	23,710	(556,720)	(559,430)
(Increase) decrease in inventory	(30,798)	-	-	(30,798)
(Increase) decrease in prepaid expenses	(211,273)	-	-	(211,273)
Increase (decrease) in accounts and claims payable	(45,160)	(301,478)	63,595	(283,043)
Increase (decrease) in leases payable	-	-	195,554	195,554
Increase (decrease) in accrued liabilities	7,238	-	(675)	6,563
Increase (decrease) in compensated absences	56,452	-	-	56,452
Increase (decrease) in due to other funds	-	-	(737)	(737)
Total adjustments	1,511,414	(232,629)	(264,474)	1,014,311
Net cash provided by (used in) operating activities	$ 3,573,127	$ (2,295,388)	$ (4,784,073)	$ (3,506,334)
NON CASH INVESTING AND FINANCING ACTIVITIES				
Increase in fair value of investments	12,473	(23,946)	(24,446)	(35,919)

DISCRETELY
PRESENTED

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

LEWISVILLE HOUSING FINANCE CORPORATION
To account for certain housing needs within the City of Lewisville. There is no separate presentation in this section for this component unit due to no perspective differences from schedules already presented.

LEWISVILLE INDUSTRIAL DEVELOPMENT AUTHORITY, INC
To account for certain financial participation by the Authority in commercial development projects. There is no separate presentation in this section for this component unit due to no perspective differences from schedules already presented.

LEWISVILLE PUBLIC FACILITY CORPORATION
To account for assistance in financing, refinancing, or providing public facilities within the City of Lewisville. There is no separate presentation in this section for this component unit due to no perspective differences from schedules already presented.

LEWISVILLE PARKS AND LIBRARY DEVELOPMENT CORPORATION
To account for one-quarter cent sales tax revenues to fund public parks, recreation, and library projects and operations.

CITY OF LEWISVILLE, TEXAS
LEWISVILLE PARKS AND LIBRARY DEVELOPMENT CORPORATION
BALANCE SHEET
SEPTEMBER 30, 2025

EXHIBIT E-1

	Lewisville Parks and Library Development Corporation
ASSETS	
Cash	$ 425,788
Investments	24,849,724
Receivables	2,066,936
Prepaid items	12,176
Total assets	27,354,624
LIABILITIES	
Accounts and contracts payable	404,772
Accrued liabilities	80,034
Total liabilities	484,806
FUND BALANCE	
Non-spendable	12,176
Unassigned	26,857,642
Total fund balance	26,869,818
Total liabilities and fund balance	$ 27,354,624

CITY OF LEWISVILLE, TEXAS
LEWISVILLE PARKS AND LIBRARY DEVELOPMENT CORPORATION
RECONCILIATION OF FUND BALANCE TO NET POSITION
AS OF SEPTEMBER 30, 2025

EXHIBIT E-2

Total fund balance - Lewisville Parks and Library Development Corporation	$	26,869,818
Amounts reported in the Statement of Net Position are different because:		
Net pension liabilities are not reported in governmental funds financial statements; however, in the government-wide financial statements, they decrease net position.		(775,152)
Long-term liabilities, including notes payable, are not due and payable in the current period and therefore are not reported in the fund financial statements.		(6,895,501)
Accrued interest payable does not require the use of current financial resources; therefore, it is not reported as a liability in governmental funds.		(33,068)
Deferred inflows, ($97,035), and outflows, $364,667, of resources associated with net pension liability are not reported on governmental funds. This amount is the net effect of the deferred inflows and outflows of resources.		267,632
NET POSITION (DEFICIT) OF LEWISVILLE PARKS AND LIBRARY DEVELOPMENT CORPORATION	$	19,433,729

CITY OF LEWISVILLE, TEXAS
LEWISVILLE PARKS AND LIBRARY DEVELOPMENT CORPORATION
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT E-3

	Lewisville Parks and Library Development Corporation
REVENUES	
Taxes	
General sales and use taxes	$ 10,851,879
Charges for service	246,963
Interest earnings	1,112,278
Other revenues	175
Total revenues	12,211,295
EXPENDITURES	
Current	
Culture and recreation	5,673,990
Principal	825,000
Interest and other fiscal charges	312,613
Capital outlay	4,296,219
Total expenditures	11,107,822
Net Change in Fund Balance	1,103,473
Fund balance, beginning of year	25,766,345
Fund balance, end of year	$ 26,869,818

CITY OF LEWISVILLE, TEXAS
LEWISVILLE PARKS AND LIBRARY DEVELOPMENT CORPORATION
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

EXHIBIT E-4

Net change in fund balances - Lewisville Parks and Library Development Corporation	$ 1,103,473
Amounts reported for component units in the statement of activities are different because:	
The issuance of long term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net of these differences in the treatment of long term debt and related items including: bond principal payments of ($825,000), principal forgiveness of ($81,000) and ($8,587) change in accrued interest.	914,587
Current year changes in the long term liability for compensated absences do not require the use of current financial resources; therefore, are not reported as expenditures in governmental funds.	(18,586)
Current year changes in the long term liability for net pension benefit obligations do not require the use of current financial resources; therefore, are not reported as expenditures in the governmental funds. The amount represents the difference between current year and prior year net pension obligation and the related deferred inflows and outflows of resources.	(116,190)
CHANGE IN NET POSITION OF LEWISVILLE PARKS AND LIBRARY DEVELOPMENT CORPORATION	$ 1,883,284

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

STATISTICAL SECTION

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

This part of the City of Lewisville's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents **Table**

Financial Trends
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time. 1-4

Revenue Capacity
These schedules contain information to help the reader assess the government's most significant local revenue source, property and sales 5-11

Debt Capacity
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future. 12-16

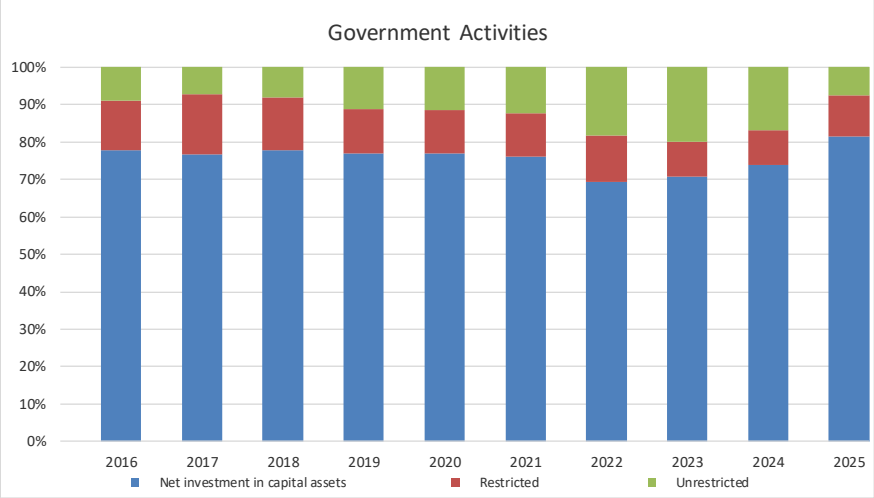
Demographic and Economic Information
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place. 17-18

Operating Information
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs. 19-21

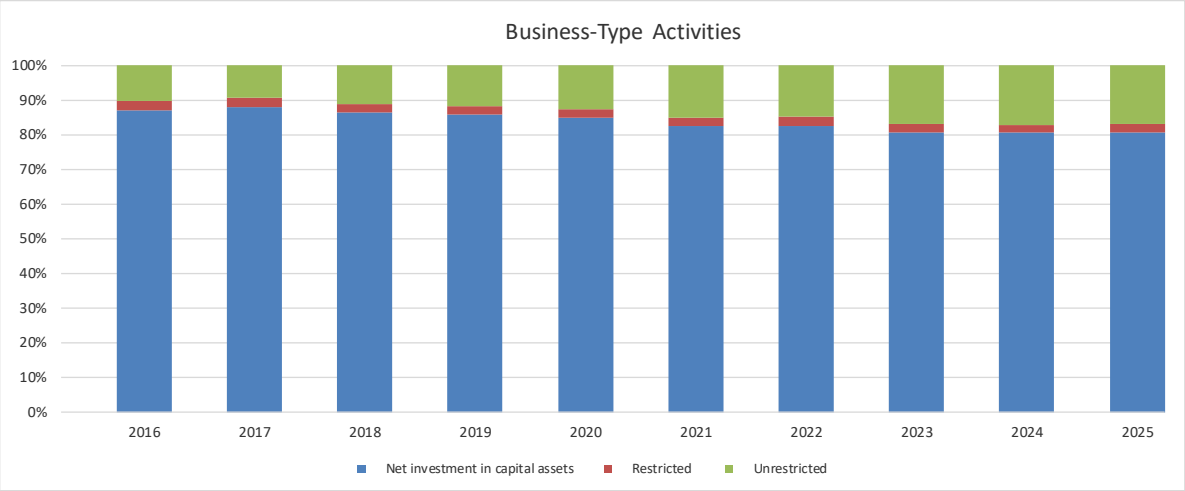
CITY OF LEWISVILLE, TEXAS
NET POSITION BY COMPONENT
Last Ten Fiscal Years (accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Governmental activities				
Net investment in capital assets	$ 313,408,098	$ 331,724,740	$ 351,840,695	$ 363,168,314
Restricted	54,396,250	68,827,719	64,111,952	55,561,159
Unrestricted	35,771,493	32,005,406	36,554,520	53,355,459
Total governmental activities net position	$ 403,575,841	$ 432,557,865	$ 452,507,167	$ 472,084,932
Business-type activities				
Net investment in capital assets	$ 216,339,053	$ 222,703,569	$ 237,299,149	$ 252,635,546
Restricted	6,528,158	7,316,115	6,710,407	6,647,801
Unrestricted	25,770,201	23,634,126	30,579,568	34,642,747
Total business-type activities	$ 248,637,412	$ 253,653,810	$ 274,589,124	$ 293,926,094
Primary government				
Net investment in capital assets	$ 529,747,151	$ 554,428,309	$ 589,139,844	$ 615,803,860
Restricted	60,924,408	76,143,834	70,822,359	62,208,960
Unrestricted	61,541,694	55,639,532	67,134,088	87,998,206
Total primary government	$ 652,213,253	$ 686,211,675	$ 727,096,291	$ 766,011,026

Source: Annual Comprehensive Financial Reports



Fiscal Year					
2020	2021	2022	2023	2024	2025
$ 384,032,933	$ 414,439,687	$ 326,784,366	$ 369,850,957	$ 448,409,047	$ 544,182,053
56,383,726	63,767,668	58,412,112	48,504,514	56,436,127	72,158,148
57,864,954	67,028,424	86,077,743	104,889,357	101,727,928	51,029,668
$ 498,281,613	$ 545,235,779	$ 471,274,221	$ 523,244,828	$ 606,573,102	$ 667,369,869
$ 263,152,417	$ 270,339,884	$ 299,611,158	$ 309,407,609	$ 337,050,005	$ 359,243,509
7,100,948	7,326,864	9,289,485	9,098,723	9,596,370	10,666,361
39,757,105	49,779,411	53,814,308	65,501,417	71,529,861	74,825,446
$ 310,010,470	$ 327,446,159	$ 362,714,951	$ 384,007,749	$ 418,176,236	$ 444,735,316
$ 647,185,350	$ 684,779,571	$ 626,395,524	$ 679,258,566	$ 785,459,052	$ 903,425,562
63,484,674	71,094,532	67,701,597	57,603,237	66,032,497	82,824,509
97,622,059	116,807,835	139,892,051	170,390,774	173,257,789	125,855,114
$ 808,292,083	$ 872,681,938	$ 833,989,172	$ 907,252,577	$ 1,024,749,338	$ 1,112,105,185



CITY OF LEWISVILLE, TEXAS
CHANGES IN NET POSITION
Last Ten Fiscal Years (accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Expenses				
Governmental activities				
General government	$ 16,558,383	$ 19,373,580	$ 20,036,407	$ 26,035,465
Culture, parks and recreation	11,595,165	12,290,135	14,001,134	11,787,717
Public safety	48,023,020	51,065,140	54,104,824	57,524,595
Public & development services	24,054,096	26,561,696	29,576,155	26,275,108
Interest on long-term debt	3,007,969	3,201,522	3,194,723	4,602,955
Total governmental activities expenses	103,238,633	112,492,073	120,913,243	126,225,840
Business-type activities				
Water and sewer	25,719,450	27,727,921	30,205,347	29,550,735
Stormwater	N/A	N/A	38,908	150,112
Total business-type activities expenses	25,719,450	27,727,921	30,244,255	29,700,847
Total primary government expenses	128,958,083	140,219,994	151,157,498	155,926,687
Program Revenues				
Governmental activities				
Charges for services				
General government	4,552,123	5,602,107	4,606,589	3,851,605
Culture, parks & recreation	1,694,567	1,879,756	2,013,091	2,738,902
Public safety	7,051,806	7,529,350	7,842,011	8,051,294
Public & development services	2,804,823	3,127,996	3,902,532	3,896,785
Operating grants and contributions	2,459,898	4,291,331	2,640,360	4,177,873
Capital grants and contributions	27,519,322	26,620,718	24,196,775	14,901,234
Total governmental activities program revenues	46,082,539	49,051,258	45,201,358	37,617,693
Business-type activities				
Charges for services				
Water and sewer	29,392,347	30,566,320	34,013,015	33,836,347
Stormwater	N/A	N/A	2,997,263	3,909,847
Capital grants and contributions	11,561,859	5,592,092	16,055,699	13,342,157
Total business-type activities program revenues	40,954,206	36,158,412	53,065,977	51,088,351
Total primary government program revenues	87,036,745	85,209,670	98,267,335	88,706,044
Net (Expense)/Revenue				
Governmental activities	(57,156,094)	(63,440,815)	(75,711,885)	(88,608,147)
Business-type activities	15,234,756	8,430,491	22,821,722	21,387,504
Total primary government net expense	$ (41,921,338)	$ (55,010,324)	$ (52,890,163)	$ (67,220,643)

Fiscal Year					
2020	2021	2022	2023	2024	2025
$ 27,588,471	$ 21,569,128	$ 18,855,187	$ 24,980,355	$ 37,853,893	$ 44,807,966
12,067,736	11,778,483	14,581,550	20,603,930	22,888,271	25,112,946
55,252,917	59,224,979	64,765,896	74,158,414	77,911,460	86,379,371
24,728,427	20,472,172	15,696,812	28,646,654	28,297,702	18,341,047
3,885,943	4,439,899	9,746,345	11,758,614	8,078,044	11,169,543
123,523,494	117,484,661	123,645,790	160,147,967	175,029,370	185,810,873
28,122,390	28,966,190	37,366,753	39,920,842	42,090,219	47,849,547
413,077	1,074,152	1,762,590	2,334,238	2,466,065	2,900,384
28,535,467	30,040,342	39,129,343	42,255,080	44,556,284	50,749,931
152,058,961	147,525,003	162,775,133	202,403,047	219,585,654	236,560,804
2,874,759	2,791,751	2,668,953	2,772,012	2,993,674	4,130,051
2,335,511	2,857,014	2,269,474	5,330,263	4,052,736	6,326,843
7,749,811	8,265,005	5,996,011	6,236,771	6,995,638	7,062,693
3,777,494	4,884,402	6,195,815	5,154,625	5,687,445	5,582,815
13,461,383	17,727,042	4,028,678	12,631,279	30,110,590	26,054,840
6,700,099	5,014,951	14,123,306	12,648,839	22,204,245	16,958,182
36,899,057	41,540,165	35,282,237	44,773,789	72,044,328	66,115,424
34,956,969	37,712,074	48,649,986	53,517,098	51,075,470	54,471,949
3,814,952	4,342,671	4,465,723	5,861,823	6,799,172	8,022,602
8,779,221	10,210,855	10,201,835	5,843,212	19,389,010	14,341,015
47,551,142	52,265,600	63,317,544	65,222,133	77,263,652	76,835,566
84,450,199	93,805,765	98,599,781	109,995,922	149,307,980	142,950,990
(86,624,437)	(75,944,496)	(88,363,553)	(115,374,178)	(102,985,042)	(119,695,449)
19,015,675	22,225,258	24,188,201	22,967,053	32,707,368	26,085,635
$ (67,608,762)	$ (53,719,238)	$ (64,175,352)	$ (92,407,125)	$ (70,277,674)	$ (93,609,814)

CITY OF LEWISVILLE, TEXAS
CHANGES IN NET POSITION
Last Ten Fiscal Years (accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
General Revenues and Other Changes in Net Position				
Governmental activities				
Taxes				
Property taxes	$ 35,736,489	$ 38,990,482	$ 42,539,829	$ 45,945,364
Sales taxes	33,215,415	35,730,891	37,738,693	40,338,971
Other taxes	436,866	958,170	960,267	1,064,061
Franchise taxes	6,852,201	6,999,960	7,006,296	6,789,508
Hotel motel taxes	2,667,652	2,595,730	2,547,031	2,517,783
Penalties and interest	148,661	208,671	210,555	208,502
Investment earnings	805,331	1,132,897	1,286,333	6,220,905
Gain (loss) on disposal of assets	18,323	77,614	72,325	-
Miscellaneous	900,434	1,801,022	1,785,812	532,239
Transfers	3,869,947	3,927,402	2,295,423	4,568,579
Special Item	-	-	-	-
Total governmental activities	84,651,319	92,422,839	96,442,564	108,185,912
Business-type activities				
Investment earnings	361,953	464,857	425,390	2,448,787
Miscellaneous	92,975	48,452	62,030	69,258
Transfers	(3,869,947)	(3,927,402)	(2,295,423)	(4,568,579)
Total business-type activities	(3,415,019)	(3,414,093)	(1,808,003)	(2,050,534)
Total primary government	81,236,300	89,008,746	94,634,561	106,135,378
Change in Net Position				
Governmental activities	27,495,225	28,982,024	20,730,679	19,577,765
Business-type activities	11,819,737	5,016,398	21,013,719	19,336,970
Total primary government	$ 39,314,962	$ 33,998,422	$ 41,744,398	$ 38,914,735

Note: The City created a Stormwater utility enterprise fund with operations beginning January 1, 2018.

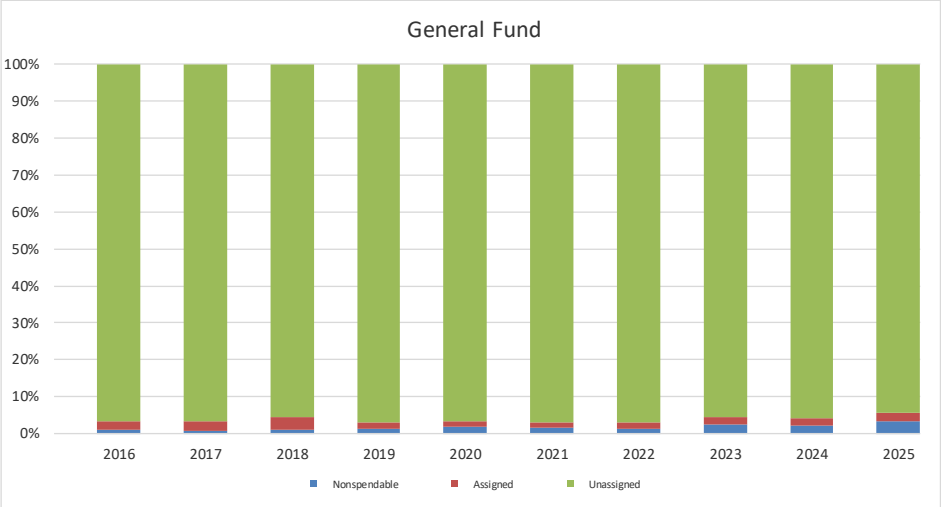
Source: Annual Comprehensive Financial Reports

Fiscal Year					
2020	2021	2022	2023	2024	2025
$ 51,068,432	$ 54,432,099	$ 74,634,101	$ 80,559,488	$ 89,087,038	$ 94,779,946
41,721,024	50,976,490	52,388,539	52,821,484	53,324,026	54,219,344
1,016,109	1,128,783	1,122,400	1,848,557	1,774,925	1,763,249
6,171,707	6,119,383	7,439,895	7,379,216	7,275,760	7,405,137
1,655,180	1,915,656	2,698,429	2,893,594	2,871,093	2,807,960
282,239	254,740	304,025	402,303	380,999	358,992
3,835,985	218,390	(8,532,398)	13,164,957	18,675,943	11,094,311
1,569,950	366,501	23,595	50,195	-	-
793,825	1,851,881	5,738,781	1,111,352	1,050,011	788,622
4,706,667	4,924,536	7,271,655	7,113,639	6,998,809	7,274,655
-	-	(141,916,470)	-	-	-
112,821,118	122,188,459	1,172,552	167,344,785	181,438,604	180,492,216
1,742,631	101,752	(3,590,441)	5,417,812	8,421,516	7,684,991
32,737	33,215	136,447	21,572	38,412	63,109
(4,706,667)	(4,924,536)	(7,271,655)	(7,113,639)	(6,998,809)	(7,274,655)
(2,931,299)	(4,789,569)	(10,725,649)	(1,674,255)	1,461,119	473,445
109,889,819	117,398,890	(9,553,097)	165,670,530	182,899,723	180,965,661
26,196,681	46,243,963	(87,191,001)	51,970,607	78,453,562	60,796,767
16,084,376	17,435,689	13,462,552	21,292,798	34,168,487	26,559,080
$ 42,281,057	$ 63,679,652	$ (73,728,449)	$ 73,263,405	$ 112,622,049	$ 87,355,847

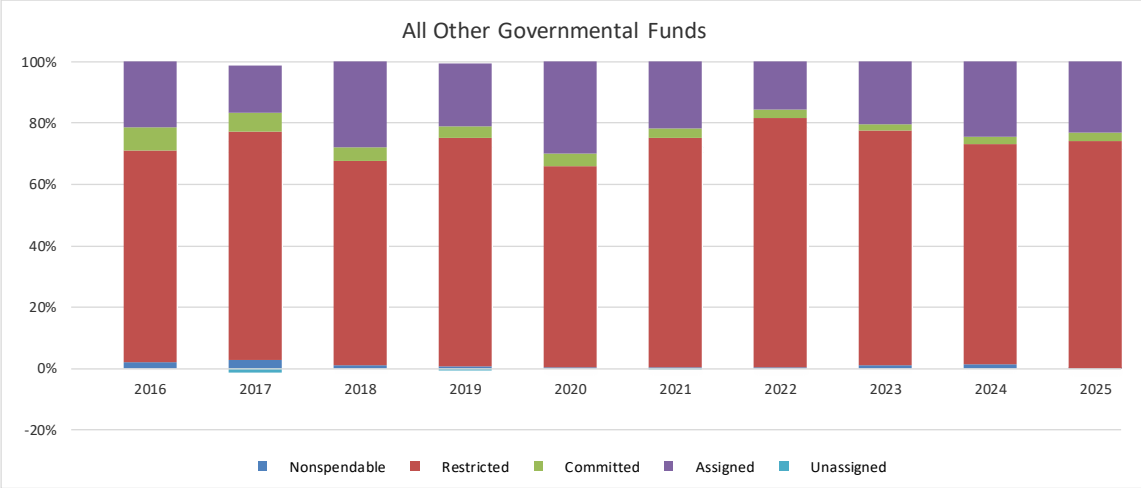
CITY OF LEWISVILLE, TEXAS
FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years (modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
General fund				
Nonspendable	$ 419,587	$ 263,615	$ 387,350	$ 451,650
Assigned	870,323	1,054,236	1,283,685	626,159
Unassigned	36,616,542	38,970,279	34,946,844	35,634,844
Total general fund	$ 37,906,452	$ 40,288,130	$ 36,617,879	$ 36,712,653
All other governmental funds				
Nonspendable	$ 1,537,789	$ 2,493,293	$ 1,100,317	$ 887,531
Restricted	46,215,549	70,068,470	60,188,608	94,195,574
Committed	5,149,000	5,671,550	4,128,849	4,766,661
Assigned	14,338,843	14,270,967	25,229,008	26,159,201
Unassigned	-	(1,268,648)	-	(662,927)
Total all other governmental funds	$ 67,241,181	$ 91,235,632	$ 90,646,782	$ 125,346,040

Source: Annual Comprehensive Financial Reports



Fiscal Year					
2020	2021	2022	2023	2024	2025
$ 727,697	$ 771,319	$ 791,878	$ 1,158,299	$ 1,092,141	$ 1,564,382
625,552	625,552	1,061,502	1,061,502	1,061,502	1,061,502
39,458,391	46,122,974	58,523,542	46,129,095	47,492,869	45,042,637
$ 40,811,640	$ 47,519,845	$ 60,376,922	$ 48,348,896	$ 49,646,512	$ 47,668,521
$ 629,958	$ 477,837	$ 1,108,352	$ 2,909,900	$ 2,364,599	$ 218,024
73,475,873	108,907,221	154,386,193	180,897,686	131,730,790	106,095,557
4,549,703	4,519,058	4,938,781	5,036,685	4,330,162	4,078,350
33,684,504	31,561,498	29,773,290	47,971,155	44,999,501	32,904,258
-	(30,097)	-	-	-	-
$ 112,340,038	$ 145,435,517	$ 190,206,616	$ 236,815,426	$ 183,425,052	$ 143,296,189



CITY OF LEWISVILLE, TEXAS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years (modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Revenues				
Property and other taxes	$ 79,009,378	$ 85,426,387	$ 91,067,582	$ 96,757,185
Licenses and permits	3,069,656	3,042,943	3,793,635	3,328,993
Charges for services	8,331,143	10,321,007	6,501,755	7,032,848
Recreation	1,559,490	1,748,978	9,472,266	9,708,396
Fines	3,180,513	2,867,754	1,874,972	2,598,763
Intergovernmental	17,776,341	9,778,081	2,982,997	2,906,281
Investment earnings	731,407	1,031,702	1,171,883	5,736,576
Contributions and donations	9,806,224	23,215,076	14,568,064	8,561,992
Miscellaneous	918,752	1,878,639	1,858,137	548,625
Total revenues	124,382,904	139,310,567	133,291,291	137,179,659
Expenditures				
General government	11,185,958	13,567,967	13,776,300	16,554,808
Culture and recreation	7,908,411	8,888,282	8,808,323	9,450,097
Public safety	44,332,936	48,212,481	51,178,324	56,847,312
Public & development services	12,110,108	14,949,216	14,203,659	14,851,601
Stormwater/environment/sustainability	-	-	-	12,224
Capital outlay	39,527,888	31,808,968	39,288,558	52,417,832
Debit service:				
Principal	9,345,000	11,135,000	10,510,000	11,680,000
Interest and fiscal charges	3,510,370	3,699,485	3,783,655	5,366,812
Total expenditures	127,920,671	132,261,399	141,548,819	167,180,686
Excess (deficiency) of revenues over (under) expenditures	(3,537,767)	7,049,168	(8,257,528)	(30,001,027)
Other financing sources (uses)				
Transfers in	31,607,222	19,817,589	26,114,167	18,791,329
Transfers out	(27,837,275)	(16,090,187)	(22,115,740)	(13,922,750)
Issuance of refunding bonds	9,905,000	-	-	2,605,000
Issuance of general obligation bonds and tax notes	14,065,000	14,365,000	-	55,300,000
Issuance of SBITAs	-	-	-	-
Payments to refunding bond escrow agent	(10,873,240)	-	-	(2,846,172)
Premium (discount) on issuance of bonds and tax notes	2,097,808	1,234,559	-	4,867,652
Total other financing sources (uses)	18,964,515	19,326,961	3,998,427	64,795,059
Special item	-	-	-	-
Net change in fund balances	$ 15,426,748	$ 26,376,129	$ (4,259,101)	$ 34,794,032
Debt service as a percentage of noncapital expenditures	13.1%	15.6%	12.7%	12.4%

Notes: Debt service percentage is based on noncapital expenditures to the extent of capital outlay capitalized for the government-wide statement of net position. See Exhibit 5 of for further information.

Source: Annual Comprehensive Financial Reports

Fiscal Year						
2019	2020	2021	2022	2023	2024	2025
$ 96,757,185	$ 101,703,166	$ 114,982,140	$ 138,649,549	$ 145,904,642	$ 154,756,969	$ 161,231,386
3,328,993	2,953,562	4,019,133	5,711,343	4,378,328	4,866,421	4,556,781
7,032,848	16,146,358	12,991,496	12,075,668	20,238,791	36,349,650	9,818,198
9,708,396	9,245,695	9,711,659	7,665,750	7,794,470	8,344,658	6,149,054
2,598,763	2,210,070	2,731,779	4,333,953	5,196,023	3,868,183	2,293,504
2,906,281	2,377,804	2,544,920	2,622,142	2,124,124	2,591,430	27,562,427
5,736,576	3,400,286	192,058	(7,891,493)	12,123,173	16,935,056	9,873,642
8,561,992	3,725,164	233,407	473,606	390,397	310,441	315,579
548,625	2,363,775	2,308,015	8,063,071	5,783,900	3,722,835	1,937,667
137,179,659	144,125,880	149,714,607	171,703,589	203,933,848	231,745,643	223,738,238
16,554,808	20,427,827	15,148,561	18,311,755	17,787,294	25,487,094	25,401,276
9,450,097	10,079,803	10,075,053	12,483,356	18,745,196	21,061,155	23,154,126
56,847,312	53,035,801	61,088,395	64,260,282	70,747,823	76,725,831	80,927,718
14,851,601	15,029,703	14,800,049	15,103,645	19,204,852	19,386,799	19,841,629
12,224	-	-	-	-	-	-
52,417,832	42,137,413	39,409,111	48,774,943	85,793,256	145,369,081	105,342,226
11,680,000	12,010,000	13,580,000	26,394,869	18,096,054	17,245,113	16,805,000
5,366,812	4,839,648	5,321,024	9,894,163	12,924,415	12,885,702	12,850,366
167,180,686	157,560,195	159,422,193	195,223,013	243,298,890	318,160,775	284,322,341
(30,001,027)	(13,434,315)	(9,707,586)	(23,519,424)	(39,365,042)	(86,415,132)	(60,584,103)
18,791,329	21,363,642	24,355,109	48,765,890	58,814,904	34,823,983	47,399,397
(13,922,750)	(16,836,342)	(18,103,783)	(40,997,734)	(49,934,523)	(27,625,174)	(37,928,581)
2,605,000	-	1,690,000	121,160,000	9,095,000	-	6,415,000
55,300,000	-	39,180,000	56,835,000	58,805,000	23,255,000	7,915,000
-	-	-	-	-	-	677,963
(2,846,172)	-	(1,850,747)	(7,060,870)	(9,420,415)	-	(6,698,466)
4,867,652	-	3,530,488	10,178,713	6,585,860	2,579,211	696,936
64,795,059	4,527,300	48,801,067	188,880,999	73,945,826	33,033,020	18,477,249
-	-	-	(141,916,470)	-	-	-
$ 34,794,032	$ (8,907,015)	$ 39,093,481	$ 23,445,105	$ 34,580,784	$ (53,382,112)	$ (42,106,854)
12.4%	14.0%	16.0%	24.5%	19.4%	17.4%	16.9%

CITY OF LEWISVILLE, TEXAS

TABLE 5

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years (accrual basis of accounting)

(Unaudited)

Fiscal Year	Estimated Market Value		Less: Tax-Exempt Property	Less: Property Under Freeze	Less: TIRZ Zones Property	Total Taxable Assessed Value	Total Direct Tax Rate
	Real Property	Personal Property & Other					
2016	8,043,353,586	1,778,602,630	1,364,067,579	319,823,068	180,305,408	7,957,760,161	0.436086
2017	8,846,461,398	1,730,490,506	1,423,804,504	385,641,080	224,299,938	8,543,206,382	0.436086
2018	9,637,498,052	2,016,407,611	1,609,965,975	460,633,639	230,993,395	9,352,312,654	0.436086
2019	10,574,959,997	1,981,848,443	1,551,691,782	553,033,278	249,261,791	10,202,821,589	0.436086
2020	11,656,026,503	2,410,873,202	1,938,769,348	644,619,348	314,421,003	11,169,090,006	0.443301
2021	12,284,495,875	2,615,381,859	2,101,730,326	705,308,791	342,094,587	11,750,744,030	0.443301
2022	16,093,074,016	2,726,976,976	2,485,423,124	789,292,548	442,706,526	15,102,628,794	0.443301
2023	18,658,547,631	2,838,811,000	2,675,338,069	933,407,175	1,109,033,147	16,779,580,240	0.443301
2024	22,085,883,964	3,285,701,287	3,918,593,295	1,019,800,766	1,476,803,282	18,956,387,908	0.419079
2025	22,709,004,860	3,243,926,376	3,125,552,750	1,644,888,239	1,739,285,105	19,443,205,142	0.422435

Source: Denton Central Appraisal District, Certified Valuations

CITY OF LEWISVILLE, TEXAS
DIRECT AND OVERLAPPING PROPERTY TAX RATES
(per $100 of assessed value)
Last Ten Fiscal Years
(Unaudited)

TABLE 6

	City Direct Rates			Overlapping Rates		
Fiscal Year	Operating/ General Rate	General Obligation Debt Service	Total Direct	Lewisville Independent School District	Denton County	Total Direct & Overlapping Rates
2016	0.318766	0.117320	0.436086	1.4767	0.262000	2.174786
2017	0.318766	0.117320	0.436086	1.4200	0.248409	2.104495
2018	0.318766	0.117320	0.436086	1.4075	0.237812	2.081398
2019	0.313766	0.122320	0.436086	1.4075	0.225574	2.069160
2020	0.320981	0.122320	0.443301	1.3375	0.225278	2.006079
2021	0.320981	0.122320	0.443301	1.3473	0.224985	2.015586
2022	0.320981	0.122320	0.443301	1.3085	0.233086	1.984887
2023	0.320981	0.122320	0.443301	1.2368	0.217543	1.897644
2024	0.296759	0.122320	0.419079	1.1301	0.189485	1.738664
2025	0.300115	0.122320	0.422435	1.1178	0.187869	1.728104

Source: City of Lewisville, Denton County Tax Assessor

CITY OF LEWISVILLE, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

TABLE 7

2025			2016		
Taxpayer	Taxable Assessed Valuation	Percentage of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Valuation	Percentage of Total City Taxable Assessed Value
BMF IV TX Chapel Hill LLC	$ 186,500,000	0.96%	Digital Lewisville LLC	$ 98,000,000	1.23%
DFW Lewisville Partners	140,847,454	0.72%	Sysco Food Services of Dallas LP	84,483,675	1.06%
Realm CH 1A LLC & Realm CH 1B LLC	127,649,000	0.66%	Vista Ridge Joint Venture	68,796,566	0.86%
Teachers Insurance Annuity Assoc	127,234,747	0.65%	Alcatel-Lucent USA Inc	66,783,006	0.84%
SYSCO Food Services of Dallas	125,029,722	0.64%	Columbia Medical Center Lewisville	64,574,500	0.81%
EASTSKY HEBRON PH 3 & 4	100,534,810	0.52%	TIC Lago Vista LP etal	64,492,950	0.81%
Madera Roe Investors SPE LLC	95,500,000	0.49%	Teachers Insurance Annuity Assoc	54,067,029	0.68%
EQR-Olivian at the Realm	94,806,316	0.49%	Madera Roe Investors SPE LLC etal	49,725,000	0.62%
TLF Logistics II Lakepointe Crossing LLC	92,051,744	0.47%	Cypress SPE LLC	47,800,000	0.60%
EASTSKY HEBRON PH 5	87,005,401	0.45%	GTE Southwest Inc	47,078,710	0.59%
TOTAL	$ 1,177,159,194	6.05%	**TOTAL**	$ 645,801,436	8.10%

Source: Denton Central Appraisal District

CITY OF LEWISVILLE, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
(Last Ten Fiscal Years)
(Unaudited)

TABLE 8

Fiscal Year	Taxes Levied Within the Fiscal Year of the Levy	Adjustments to Levy in Subsequent Years	Adjusted Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
				Amount	Percentage of Fiscal Year Levy		Amount	Percentage of Adjusted Levy
2016	$ 36,424,245	$ 14,742	$ 36,438,987	$ 36,315,756	99.70%	$ 96,006	$ 36,411,762	99.93%
2017	39,698,686	(18,289)	39,680,397	39,562,788	99.66%	85,118	39,647,906	99.92%
2018	43,567,412	(90,469)	43,476,943	43,428,608	99.68%	11,467	43,440,075	99.92%
2019	47,173,526	(72,361)	47,101,165	46,893,515	99.41%	170,662	47,064,177	99.92%
2020	52,575,183	(484,143)	52,091,040	52,022,326	98.95%	8,326	52,030,652	99.88%
2021	55,061,453	(420,118)	54,641,335	54,644,118	99.24%	(64,894)	54,579,224	99.89%
2022	75,375,557	(280,584)	75,094,973	74,951,840	99.44%	80,669	75,032,509	99.92%
2023	80,742,763	(601,307)	80,141,456	80,407,540	99.58%	(408,771)	79,998,769	99.82%
2024	87,707,287	(820,729)	86,886,558	87,446,799	99.70%	(820,729)	86,626,070	99.70%
2025	93,269,767	-	93,269,767	92,972,176	99.68%	-	92,972,176	99.68%

Source: Denton County Appraisal District and Denton County Tax Office

CITY OF LEWISVILLE, TEXAS
GROSS SALES BY CATEGORY
Last Ten Calendar Years
(Unaudited)

	Calendar Year			
	2016	2017	2018	2019
Construction	$958,021,075	$1,345,455,738	$2,174,501,503	$1,765,995,366
Manufacturing	1,188,505,567	1,240,169,182	1,292,229,503	1,274,217,582
Transportation, Warehousing	431,732,599	514,836,288	392,463,571	340,952,342
Wholesale Trade	928,390,616	1,058,117,835	1,261,880,404	1,551,818,657
Retail Trade	2,276,916,379	2,354,009,159	2,395,092,525	2,355,615,774
Finance, Insurance and Information	100,758,318	116,746,685	150,236,756	145,130,369
Real Estate, Rental and Leasing	72,394,606	72,978,054	69,902,709	81,723,882
Professional, Scientific and Technical Services	281,636,407	360,172,058	371,583,834	336,491,165
Admin, Support, Waste Mgmt, Remediation Services	243,358,095	229,202,038	232,023,205	272,209,357
Educational Services	8,681,973	5,283,801	5,078,836	7,434,204
Health Care and Social Assistance	84,018,177	96,689,420	52,626,424	32,154,832
Arts, Entertainment and Recreation	42,843,935	42,278,161	45,582,439	45,894,954
Accommodation and Food Services	270,904,668	269,785,969	284,245,517	291,236,977
Other Services	183,781,639	198,728,456	206,091,988	164,314,701
Other, including industries with less than four entities	59,768,651	62,309,468	69,408,966	69,305,137
Total	$7,131,712,705	$7,966,762,312	$9,002,948,180	$8,734,495,299
City direct sales tax rate	1.50%	1.50%	1.50%	1.50%

Notes:

The Comptroller's Office is prohibited from releasing information as to the amount of sales of particular taxpayers in the State of Texas. The Other category above represents those North American Industry Classification System (NAICS) categories with fewer than four (4) taxpayers in an industry and industries with small gross sales. Among the industries included in the Other category are Agriculture, Forestry, Fishing, Hunting, Mining, Quarrying, Oil and Gas Extraction, Utilities, Management of Companies & Enterprises and Public Administration.

For fiscal year 2022 Q2 data was not available from State Comptroller at the time, and was estimated using 5 year historical data.

Source: Texas Comptroller of Public Accounts, quarterly historical reports of gross sales.

Calendar Year					
2020	2021	2022	2023	2024	2025
$1,568,568,448	$2,617,743,954	$2,195,849,651	$3,573,801,406	$3,036,776,172	$4,781,473,035
1,059,630,721	1,525,129,883	1,379,829,265	1,460,211,351	1,577,007,229	1,748,127,146
349,331,039	370,206,665	425,908,476	573,879,005	431,468,448	151,822,704
2,112,601,889	2,079,697,856	2,989,046,166	2,787,910,750	2,854,826,281	3,142,708,523
2,357,476,582	2,898,179,188	3,055,445,001	3,156,976,646	3,140,592,134	2,987,088,958
74,587,231	63,709,394	67,093,664	163,592,110	222,790,266	217,489,028
89,328,185	81,685,856	82,060,966	123,781,219	113,748,765	147,131,003
323,721,628	357,065,810	358,708,249	219,036,883	191,703,455	226,082,170
270,880,819	342,638,127	330,926,856	373,261,989	435,252,476	481,620,254
4,115,443	2,489,185	4,083,590	6,278,142	6,533,197	10,022,377
46,826,222	52,512,545	163,264,793	25,022,156	32,059,990	27,474,649
37,356,198	38,301,277	42,452,903	47,948,291	50,976,204	68,515,376
268,791,924	330,497,721	326,519,947	369,183,295	381,004,760	384,466,528
490,551,484	402,943,717	539,713,978	305,466,633	337,294,464	351,570,055
71,698,323	82,903,038	92,498,543	90,759,878	101,972,474	138,267,915
$9,125,466,136	$11,245,704,216	$12,053,402,048	$13,277,109,754	$12,914,006,315	$14,863,859,721
1.50%	1.50%	1.50%	1.50%	1.50%	1.50%

CITY OF LEWISVILLE, TEXAS
DIRECT AND OVERLAPPING SALES TAX RATES
Last Ten Fiscal Years
(Unaudited)

TABLE 10

Fiscal Year	City Direct Rates				Overlapping Rates	Total Direct & Overlapping Rates
	General Fund	Parks and Library Development Corporation	Crime Control and Prevention District	Fire Control, Prevention, and Emergency Medical Services District	Denton Co. Transit Authority	
2016	1.00%	0.25%	0.125%	0.125%	0.50%	2.00%
2017	1.00%	0.25%	0.125%	0.125%	0.50%	2.00%
2018	1.00%	0.25%	0.125%	0.125%	0.50%	2.00%
2019	1.00%	0.25%	0.125%	0.125%	0.50%	2.00%
2020	1.00%	0.25%	0.125%	0.125%	0.50%	2.00%
2021	1.00%	0.25%	0.125%	0.125%	0.50%	2.00%
2022	1.00%	0.25%	0.125%	0.125%	0.50%	2.00%
2023	1.00%	0.25%	0.125%	0.125%	0.50%	2.00%
2024	1.00%	0.25%	0.125%	0.125%	0.50%	2.00%
2025	1.00%	0.25%	0.125%	0.125%	0.50%	2.00%

Source: Texas Comptroller of Public Accounts

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

CITY OF LEWISVILLE, TEXAS
PRINCIPAL SALES TAX PAYERS
Current Year and Nine Years Ago
(Unaudited)

Calendar Year 2025

Industry	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total
OTHER	571	3.48%	$ 3,246,856	5.91%
Electronic Shopping and Mail-Order Houses	1,858	11.32%	3,161,964	5.76%
Electrical Apparatus and Equipment, Wiring Supplies, and Related Equipment Merch	85	0.52%	2,228,425	4.06%
Department Stores	24	0.15%	2,194,646	3.99%
Electric Power Distribution	54	0.33%	2,072,421	3.77%
Full-Service Restaurants	179	1.09%	2,064,276	3.76%
Limited-Service Restaurants	136	0.83%	1,874,424	3.41%
Home Centers	6	0.04%	1,262,756	2.30%
Telephone Apparatus Manufacturing	4	0.02%	1,222,119	2.22%
Landscaping Services	135	0.82%	1,075,097	1.96%
Total	3,052	18.60%	$ 20,402,984	37.14%

Notes: The Comptroller's Office is prohibited from releasing information as to the amounts of sales or use tax paid by a particular taxpayer in the State of Texas. Therefore, the categories presented above are intended to provide alternative information regarding the sources of the City's sales tax revenue. The OTHER category above represents those NAICS classifications with fewer than four (4) taxpayers in a classification. In order to keep the identify of these taxpayers confidential, classifications with fewer than four (4) taxpayers are combined as "OTHER" and represented together as one classification.

Source: Texas Comptroller of Public Accounts

Calendar Year 2016

Industry	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total
OTHER	660	6.16%	$ 2,988,876	8.30%
Discount Department Stores	5	0.05%	1,753,816	4.87%
Full-Service Restaurants	149	1.39%	1,430,717	3.97%
Limited-Service Restaurants	106	0.99%	1,192,678	3.31%
All Other Miscellaneous Store Retailers (except Tobacco Stores)	313	2.92%	1,064,778	2.96%
Wired Telecommunications Carriers	90	0.84%	957,772	2.66%
Wireless Telecommunications Carriers (Except Satellite)	61	0.57%	913,933	2.54%
Department Stores (except Discount Department Stores)	16	0.15%	895,446	2.49%
Electric Power Distribution	57	0.53%	873,539	2.43%
Electrical Apparatus and Equip, Wiring Supplies, and Related Equip Wholesalers	56	0.52%	639,818	1.77%
Total	1,513	14.12%	$ 12,711,373	35.30%

CITY OF LEWISVILLE, TEXAS
COMBINED SCHEDULE OF BONDS
SEPTEMBER 30, 2025
(Unaudited)

Issue	Interest Rates	Interest Payment Dates	Date Issued	Date Maturity	Annual Serial Payments
General Obligation Bonds-					
Series 2015 Refunding	2.00 - 5.00	02/15 & 08/15	07/15/15	2/15/2032	$ 595,000 - $ 2,565,000
Series 2016 Refunding & Improvement	2.00 - 5.00	02/15 & 08/15	06/01/16	2/15/2032	195,000 - 3,015,000
Series 2017	3.00 - 4.00	02/15 & 08/15	01/15/17	2/15/2033	445,000 - 1,300,000
Series 2018 Refunding & Improvement	3.00 - 5.00	02/15 & 08/15	09/01/18	2/15/2034	2,410,000 - 3,710,000
Series 2019	3.00 - 4.00	02/15 & 08/15	07/15/19	2/15/2035	550,000 - 905,000
Series 2020 Refunding & Improvement	2.00 - 5.00	02/15 & 08/15	10/01/20	2/15/2036	315,000 - 3,420,000
Series 2021	2.00 - 4.00	02/15 & 08/15	05/01/21	2/15/2037	465,000 - 855,000
Series 2021 CH Refunding A	2.75 - 5.00	02/15 & 08/15	12/14/21	2/15/2042	1,000,000 - 2,080,000
Series 2021 CH Refunding B	0.55 - 2.85	02/15 & 08/15	12/14/21	2/15/2042	690,000 - 1,040,000
Series 2021 CH Refunding C	2.50 - 5.00	02/15 & 08/15	12/14/21	2/15/2048	215,000 - 2,770,000
Series 2021 CH Refunding D	1.63 - 2.93	02/15 & 08/15	12/14/21	2/15/2048	20,000 - 2,955,000
Series 2021 CH Restated					
Series 2022	4.00 - 5.00	02/15 & 08/15	05/26/22	2/15/2042	1,185,000 - 4,685,000
Series 2023	4.00 - 5.00	02/15 & 08/15	06/28/23	2/15/2043	2,585,000 - 4,405,000
Series 2024	4.00 - 5.00	02/15 & 08/15	08/20/24	2/15/2040	865,000 - 2,055,000
Series 2025 REF 4B	5.00	02/15 & 08/15	08/14/25	2/15/2032	669,000 - 967,000
Series 2025 REF TIF	5.00	02/15 & 08/15	08/14/25	2/15/2027	813,000 - 885,000
Series 2025 REF GO	5.00	02/15 & 08/15	08/14/25	2/15/2032	180,000 - 253,000
Series 2025 NEW	4.375 - 5.00	02/15 & 08/15	8/14/2025	2/15/2041	270,000 - 2,150,000
Total General Obligation Bonds					
Certificates of Obligation-					
Series 2021	1.50 - 4.50	02/15 & 08/15	05/01/2021	02/15/2041	440,000 - 2,870,000
Total Certificates of Obligation					
Revenue Bonds-					
Series 2012 Refunding & Improvement	2.25 - 4.00	02/15 & 08/15	05/15/2012	02/15/2028	245,000 - 595,000
Series 2015 Refunding & Improvement	2.00 - 5.00	02/15 & 08/15	07/15/2015	02/15/2031	465,000 - 1,250,000
Series 2016 Refunding & Improvement	2.00 - 5.00	02/15 & 08/15	06/01/2016	02/15/2032	305,000 - 1,150,000
Series 2017 Refunding & Improvement	3.00 - 5.00	02/15 & 08/15	01/15/2017	02/15/2033	260,000 - 1,265,000
Series 2018	4.00 - 4.00	02/15 & 08/15	09/01/2018	02/15/2033	400,000 - 625,000
Series 2019	3.00 - 4.00	02/15 & 08/15	07/15/2019	02/15/2035	525,000 - 815,000
Series 2020	2.00 - 5.00	02/15 & 08/15	10/01/2020	02/15/2036	325,000 - 925,000
Series 2021	2.00 - 4.00	02/15 & 08/15	05/01/2021	02/15/2037	735,000 - 1,390,000
Series 2021 CH Restated					
Series 2022	4.00 - 5.00	02/15 & 08/15	05/26/2022	02/15/2038	405,000 - 1,080,000
Series 2023	4.00 - 5.00	02/15 & 08/15	06/28/2023	02/15/2039	680,000 - 1,060,000
Series 2024	4.00 - 5.00	02/15 & 08/15	08/20/2024	02/15/2040	655,000 - 1,310,000
Series 2025	4.125 - 5.00	02/15 & 08/15	06/18/2025	02/15/2041	1,095,000 - 2,755,000
Total Revenue Bonds					
Total Bonds Payable					

NC = Non-Callable
CC = Currently Callable

Bonds			Requirements Fiscal Year Ended September 30, 2026		Original
Principal Issued	Retired/ Defeased	Principal Outstanding	Principal	Interest	Option Date
$ 21,085,000	$ 13,405,000	$ 2,635,000	$ -	$ 83,500	02/15/2025
15,300,000	13,680,000	-	-	-	02/15/2026
14,365,000	5,280,000	9,085,000	980,000	343,800	02/15/2027
47,170,000	17,380,000	29,790,000	2,845,000	1,153,613	02/15/2028
10,735,000	2,815,000	7,920,000	690,000	227,250	02/15/2028
13,380,000	5,930,000	7,450,000	555,000	220,625	02/15/2209
11,200,000	2,190,000	9,010,000	625,000	243,150	02/15/2030
32,405,000	4,505,000	27,900,000	1,165,000	941,763	02/15/2031
22,535,000	8,075,000	14,460,000	715,000	339,254	02/15/2031
31,155,000	250,000	30,905,000	-	864,875	02/15/2031
35,065,000	5,620,000	29,445,000	-	821,939	02/15/2031
6,981,843	6,981,843	-	-	-	
56,835,000	5,960,000	50,875,000	1,185,000	2,175,525	02/15/2032
67,900,000	9,575,000	58,325,000	3,595,000	2,733,375	02/15/2032
23,255,000	865,000	22,390,000	1,055,000	1,050,400	02/15/2034
3,239,000	-	3,239,000	669,000	133,529	02/15/2035
1,698,000	-	1,698,000	813,000	58,443	02/15/2035
1,478,000	-	1,478,000	203,000	63,488	02/15/2035
7,915,000	-	7,915,000	2,150,000	292,653	02/15/2035
423,696,843	102,511,843	314,520,000	17,245,000	11,747,182	
16,290,000	3,850,000	11,855,000	610,000	288,613	02/15/2030
16,290,000	3,850,000	11,855,000	610,000	288,613	
5,925,000	5,035,000	890,000	290,000	22,731	02/15/2022
11,750,000	8,285,000	3,465,000	530,000	103,969	02/15/2025
10,880,000	7,270,000	3,610,000	455,000	135,300	02/15/2026
11,025,000	7,840,000	3,185,000	345,000	94,285	02/15/2027
7,270,000	2,885,000	4,385,000	475,000	165,900	02/15/2028
9,925,000	2,795,000	7,130,000	615,000	211,475	02/15/2028
11,745,000	2,765,000	8,980,000	670,000	266,000	02/15/2029
15,970,000	4,775,000	11,195,000	1,340,000	305,950	02/15/2030
1,610,000	665,000	945,000	170,000	-	
12,435,000	1,545,000	10,890,000	615,000	488,325	02/15/2032
14,145,000	1,605,000	12,540,000	910,000	593,650	02/15/2033
14,940,000	690,000	14,250,000	655,000	683,025	02/15/2034
31,445,000	-	31,445,000	1,095,000	1,717,379	02/15/2035
159,065,000	46,155,000	112,910,000	8,165,000	4,787,989	
$ 599,051,843	$ 152,516,843	$ 439,285,000	$ 26,020,000	$ 16,823,784	

CITY OF LEWISVILLE, TEXAS
RATIO OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(Unaudited)

TABLE 13

	Governmental Activities				Business-Type Activities			
Fiscal Year	General Obligation Bonds	Tax Notes	Certificates of Obligation	Subscription and Lease Liabilities	Water and Sewer Revenue Bonds	General Obligation Refunding Bonds	Total Primary Government	Percentage of Personal Income*
2016	$83,006,698	$9,218,711	$ 2,416,400	$ -	$ 49,995,438	$1,875,000	$146,512,247	5.31%
2017	89,869,568	7,057,420	1,480,086	-	51,932,671	1,265,000	151,604,745	5.25%
2018	80,595,722	5,091,130	1,479,080	-	46,184,637	640,000	133,990,569	4.38%
2019	130,921,475	3,414,839	-	-	59,501,091	-	193,837,405	6.04%
2020	119,503,766	1,803,549	-	-	54,130,850	-	175,438,165	5.27%
2021	131,974,462	857,258	16,290,000	-	74,553,049	-	223,674,769	5.71%
2022	294,760,302	420,968	14,351,753	-	82,720,756	-	392,253,779	7.77%
2023	341,465,177	-	12,880,000	-	88,316,244	-	442,661,421	7.80%
2024	349,085,187	-	12,440,000	-	96,962,758	-	458,487,945	7.52%
2025	337,767,444	-	11,855,000	684,999	122,734,193	-	473,041,636	6.83%

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements and on Table 12.
*See Table 17 for personal income and population data.

CITY OF LEWISVILLE, TEXAS
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years
(Unaudited)

TABLE 14

Fiscal Year	General Bonded Debt Outstanding: General Obligation Bonds	Tax Notes	Certificates of Obligation	Total	Less Available Debt Service Funds	Net General Bonded Debt	Percentage of Taxable Assessed Value of Property*	Per Capita**
2016	$ 83,006,698	$ 9,218,711	$ 2,416,400	$ 94,641,809	$ 2,801,894	$ 91,839,915	1.15%	915
2017	89,869,568	7,057,420	1,480,086	98,407,074	2,388,199	96,018,875	1.12%	926
2018	80,595,722	5,091,130	1,479,080	87,165,932	2,641,964	84,523,968	0.90%	807
2019	130,921,475	3,414,839	-	134,336,314	2,787,568	131,548,746	1.29%	1,245
2020	119,503,766	1,803,549	-	121,307,315	3,694,099	117,613,216	1.05%	1,098
2021	131,974,462	857,258	16,290,000	149,121,720	3,747,996	145,373,724	1.24%	1,330
2022	294,760,302	420,968	14,351,753	309,533,023	2,022,180	307,510,843	2.04%	2,328
2023	341,465,177	-	12,880,000	354,345,177	372,789	353,972,388	2.11%	2,637
2024	349,085,187	-	12,440,000	361,525,187	417,804	361,107,383	1.90%	2,630
2025	337,767,444	-	11,855,000	349,622,444	203,878	349,418,566	1.79%	2,480

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
No general obligation debt limitation is imposed on the City under current State law or the City's Home Rule Charter.
Business-Type Activities not included.
* See Table 5 for property value data.
** See Table 17 for population data.
In 2016, $4,720,000 of certificates of obligations were refunded and converted to general obligation debt.

CITY OF LEWISVILLE, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
As of September 30, 2025
(Unaudited)

TABLE 15

Government Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Lewisville Independent School District	$ 1,545,585,000	34.29%	$ 529,981,097
Coppell Independent School District	421,575,193	0.66%	2,782,396
Denton County	721,100,000	11.69%	84,296,590
Dallas County	179,530,000	0.03%	53,859
Dallas County Community College District	247,115,000	0.03%	74,135
Dallas County Hospital District	511,285,000	0.03%	153,386
Lake Dallas Independent School District	159,000,040	0.00%	-
Denton County Levee Improvement District #1	12,310,000	70.94%	8,732,714
Subtotal, overlapping debt			626,074,177
City of Lewisville (direct debt)	349,622,444	100.00%	349,622,444
Total direct and overlapping debt			$ 975,696,621

Source: Non-City debt information provided by the Municipal Advisory Council of Texas (MAC)

Notes:

MAC calculates the overlapping percentages by determining the estimated shared assessed valuations of the overlapping taxing bodies and the City and then by dividing that shared value by the total assessed value of the overlapping taxing body.

CITY OF LEWISVILLE, TEXAS
PLEDGED-REVENUE COVERAGE
Last Ten Fiscal Years
(Unaudited)

TABLE 16

	Waterworks and Sewer System Revenue Bonds						
Fiscal Year	Total Revenues	Less Operating Expenses	Net Available Revenue	Average Annual Requirement	Times Coverage	Maximum P & I Requirement	Times Coverage
2016	$ 33,484,498	$ 17,716,205	$ 15,768,293	$ 3,615,260	4.362	$ 6,225,422	2.533
2017	33,508,034	19,313,566	14,194,468	3,691,538	3.845	7,178,754	1.977
2018	38,535,246	17,282,506	21,252,740	3,459,057	6.144	5,924,198	3.587
2019	39,013,539	20,863,001	18,150,538	4,226,436	4.295	6,994,628	2.595
2020	38,972,126	18,828,409	20,143,717	4,703,164	4.283	6,994,628	2.880
2021	41,738,431	19,639,889	22,098,542	5,147,105	4.293	7,946,718	2.781
2022	50,487,924	26,609,820	23,878,104	5,753,336	4,150	9,262,396	2.578
2023	61,147,889	29,345,935	31,801,954	6,250,591	5.088	10,333,630	3.078
2024	77,155,965	30,802,548	46,353,417	6,942,219	6.677	10,930,786	4.241
2025	74,314,684	34,262,637	40,052,047	9,073,299	4.414	12,782,989	3.133

Source: Annual Comprehensive Financial Reports
*Exhibit 10

CITY OF LEWISVILLE, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years
(Unaudited)

TABLE 17

Year	Estimated Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2016	100,400	$ 2,759,795	$ 27,488	32.4	16,316	3.3%
2017	103,640	2,888,240	27,868	32.3	16,039	3.0%
2018	104,780	3,059,262	29,197	32.6	18,046	3.1%
2019	105,640	3,208,287	30,370	32.4	17,626	2.7%
2020	107,120	3,330,147	31,088	32.8	16,295	7.6%
2021	109,270	3,915,690	35,835	35.3	16,175	4.1%
2022	132,080	5,046,116	38,205	34.6	16,089	3.0%
2023	134,242	5,675,061	42,275	34.2	16,809	3.7%
2024	137,315	6,098,159	44,410	34.8	16,699	3.7%
2025	140,880	6,899,034	48,971	36.5	16,391	3.8%

Sources: Estimated population provided by the North Central Texas Council of Governments; US Census population in census years.

Per capita personal income and median age provided by the American Community Survey; current year estimated from most recent data.

School enrollment (for schools located in Lewisville) provided by Lewisville Independent School

Unemployment rates provided on the Texas Workforce Commission website or the Bureau of Labor Statistics Website, annual rate, current year estimated as of September.

Note: For 2018, LISD enrollment increase due to three new schools being included (Castle Hills, Independence, Killian). Vickery no longer included (Located in Flower Mound)

For 2019, LISD enrollment decreased due to two Elementary Schools closing (College St & Hedrick Elementary). Mill Street Elementary opened 2019.

2020 Unemployment rate increased due to COVID-19 Pandemic

For 2021 due to the impact of the COVID-19 Pandemic US Census Bureau changed the 2020 American Community Survey data. Instead of providing the standard 1-year data products, the Census Bureau released experimental estimates.

CITY OF LEWISVILLE, TEXAS
PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago
(Unaudited)

TABLE 18

2025			2016		
Employer	Employees	Percentage of Total City Employment	Employer	Employees	Percentage of Total City Employment
Lewisville Independent School District (Lewisville employment only)	6,265	7.70%	JP Morgan Chase	3,478	5.50%
Caliber Collission	1,957	2.41%	Lewisville Independent School District (Lewisville employment only)	2,919	4.61%
Wal-Mart (all City locations)	950	1.17%	Vista Ridge Mall (all outlets)	1,500	2.37%
City of Lewisville	908	1.12%	Wal-Mart (all City locations)	900	1.42%
Medical City of Lewisville	276	0.34%	Xerox Corporation	823	1.30%
Mary Kay	509	0.63%	Medical Center of Lewisville	815	1.29%
SYSCO	476	0.59%	City of Lewisville	763	1.21%
Hoya Vision Care	322	0.40%	TIAA-CREF	600	0.95%
Orthofix	250	0.31%	SYSCO	563	0.89%
The Flooring Services	250	0.31%	Med-Fusion	483	0.76%
Total	12,163	14.98%	Total	12,844	20.30%

Sources:
City of Lewisville Economic Development Department
US BUREAU OF LABOR STATISTICS
North Central Texas Council of Governments

CITY OF LEWISVILLE, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES
BY FUNCTION/PROGRAM
Last Ten Fiscal Years
(Unaudited)

TABLE 19

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General government and administration and legal	82.0	86.0	83.0	86.0	87.0	79.0	85.0	92.0	96.0	98.5
Public safety	395.0	395.0	403.0	430.0	444.0	439.0	449.0	457.0	457.0	460.0
Public services	129.0	129.0	134.0	135.0	136.0	133.0	136.0	151.0	151.0	155.0
Development Services	74.0	76.0	72.0	72.0	72.0	65.0	70.0	82.0	82.0	80.5
Parks and leisure	86.0	87.0	89.0	94.0	102.0	98.0	104.0	112.0	113.0	115.0
Total	766.0	773.0	781.0	817.0	841.0	814.0	844.0	894.0	899.0	909.0

Source: City Budget Office, authorized positions

LEWISVILLE

Deep Roots. Broad Wings. Bright Future.

CITY OF LEWISVILLE, TEXAS
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years
(Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
General government				
Public Records				
Number of open record requests	6,787	4,668	5,186	3,809
Parks & recreation				
Number registered for recreation programs	7,901	8,413	5,495	6,724
Public swim admissions	29,211	36,643	28,567	33,446
Lake Park day use area attendance	16,033	142,546	139,090	89,672
LLELA attendance	66,732	67,112	58,089	71,180
Library				
Library visits	345,097	349,445	362,113	362,330
Library volumes circulated	612,355	613,013	637,437	668,555
Public safety				
Police				
Calls for service	65,521	63,342	60,814	60,678
Part 1 crimes	2,921	2,546	2,832	2,768
Number of accidents	3,120	3,170	2,942	3,275
Fire				
Number of fire incidents	3,680	3,717	3,807	3,686
Number of EMS incidents	8,039	7,709	7,780	8,363
Public services				
Public Services				
Concrete paving repair (cubic yards)	6,712	6,312	4,275	5,956
Concrete utility cut repair (cubic yards)	330	177	223	163
Asphalt pothole repair (tons)	140	263	37	28
Development Services				
Building permits issued	631	481	660	604
Municipal Water System				
Number of customers (meters)	22,685	22,870	23,267	23,602
Average daily water consumption (MGD)	14	14	16	15
System capacity (MGD)	53	53	54	53
Number of water main breaks	54	51	60	40
Sewer System				
System treatment capacity (MGD)	15	15	15	15
Sanitation (residential)				
Residential refuse collected (tons)	25,394	25,720	25,158	30,884
Commercial refuse collected (tons)	81,083	66,965	76,534	81,571

Source: City Departments

Notes:

Beginning the first full year of 2016, LLELA (Lewisville Lake Environmental Learning Area) operations expanded with the City's involvement to seven days a week for fishing, hiking, camping, boating, and other outdoor activities.
For 2016, Lake Park attendance was down due to the park being closed from November 28 through October 1 due to flooding. Boat ramp reopened July 26.
For 2019, Lake Park attendance was down due to the park being closed from May 3 through July 2 due to flooding.
For 2020, Number registered for recreation programs increased due to a software change in February that was better able to track programs.
For 2020, Public swim admissions decreased due to Old Town Pool not opening and limitations on Sun Valley Pool due to COVID -19 restrictions
For 2021, Lake Park attendance was down due to the park being closed May & June due to flooding.
For 2021, LLELA attendance was down due to major construction that closed accessed to the river.
For 2022, LLELA attendance was count was changed from per person to per vehicle entry.
For 2022, Increase in various functions/programs due to Castle Hills annexation
For 2024, Lake Park attendance was down due to the park being closed June-August due to flooding

Fiscal Year					
2020	2021	2022	2023	2024	2025
4,771	4,287	4,645	4,476	5,160	5,530
15,460	27,655	37,879	78,841	69,800	75,649
2,178	6,144	16,964	14,888	17,476	15,725
123,922	55,506	57,454	56,268	31,180	34,407
93,290	56,629	15,398	13,506	15,685	19,616
158,885	109,292	248,769	303,332	334,103	313,698
444,193	487,607	660,699	734,898	716,564	744,758
59,831	50,449	46,718	83,426	82,007	83,525
2,530	2,513	2,794	2,964	2,951	2,386
2,468	2,371	2,999	3,177	2,547	2,720
3,816	5,348	4,553	5,010	4,730	4,580
8,330	9,244	9,847	9,549	9,678	9,455
6,633	9,877	8,660	8,792	16,634	9,569
150	117	375	389	359	394
54	81	29	158	60	112
668	765	877	571	478	433
23,988	24,486	29,503	29,948	31,054	30,269
16	17	20	21	20	20
53	53	58	58	58	58
15	64	53	51	40	46
15	15	15	15	15	15
29,987	33,032	32,181	31,553	32,109	35,397
68,167	64,947	69,687	77,809	69,131	66,591

CITY OF LEWISVILLE, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years
(Unaudited)

TABLE 21

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Function/Program										
Culture, parks & recreation										
Parks and leisure										
Number of parks	35	35	35	35	35	35	48	48	50	51
Parks (acres)	3,258	3,258	3,258	3,258	3,769	3,769	3,951	3,951	4,639	4,681
Swimming pools	2	2	2	2	2	2	2	2	2	2
Lighted athletic fields	37	37	35	37	37	37	37	37	37	37
Lighted tennis courts	4	4	4	4	4	4	4	4	4	4
Recreation centers	2	2	1	1	1	1	1	2	2	2
Senior citizens center	1	1	1	1	1	-	-	-	-	-
Public safety										
Police stations	1	1	1	1	1	1	1	1	1	1
Police vehicles	107	113	113	130	134	130	197	227	182	176
Fire stations	7	7	7	8	8	8	8	8	8	8
Public services										
Public services										
Streets -paved (miles)	672	672	674	682	689	689	689	726	793	793
Alleys - paved (miles)	97	99	99	99	122	122	122	122	121	121
Number of street lights	3,501	3,505	3,509	3,515	4,627	4,627	4,001	3,987	4,691	4,691
Water and sewer										
Water mains (miles)	384	398	398	408	402	408	486	486	488	490
Fire hydrants	3,154	3,154	3,265	3,134	3,193	3,163	3,650	3,667	3,667	3,718
Sanitary sewer (miles)	316	315	320	334	330	346	380	382	379	378

Source: City Departments

Notes:
In August 2018, Memorial Park Recreation Center was demolished to begin construction on the new multi-generational center "Thrive".
In 2019, Fire Station #8 was opened.
In 2020, Park acres were revised to include open space not previously accounted for.
In October 2020, Thrive multi-generational center was opened. Fred Herring Recreation Center was closed and Senior Center was combined with Thrive.
In 2023, Fred Herring Recreation Center re-opened.
In 2024, two parks were added (Glory Park & Lake Avalon)